

Begin June 28, 1960

A38 (540)

AMS BUDGET
NIGHT LEAD DISARMAMENT
MY MICHAEL GOLDSMITH

GENEVA, JUNE 28 (AP)—BRITISH MINISTER OF STATE DAVID ORMSBY-GORE SAID TODAY THE SOVIET UNION BROKE UP THE 10-NATION DISARMAMENT TALKS IN A FURTHER EFFORT TO "PILORY THE UNITED STATES BEFORE THE WORLD." ORMSBY-GORE, CHIEF BRITISH DELEGATE, SAID THE WESTERN POWERS SUSPECTED EVER SINCE THE COLLAPSE OF THE PARIS SUMMIT MEETING THAT THE SOVIET BLOC WOULD PUT IN ONLY A "TOKEN APPEARANCE" AT THE GENEVA PARLEY.

HE TOLD A NEWS CONFERENCE THE RUSSIANS HAD MADE IT CLEAR EVER SINCE THE SUMMIT FIASCO THAT THEY HAD NO INTENTION OF CONDUCTING SERIOUS GENERAL DISARMAMENT NEGOTIATIONS WITH THE UNITED STATES "AT THIS TIME."

THE WESTERN GOVERNMENTS NEVERTHELESS DECIDED TO ASSUME THE RUSSIANS WERE ACTING IN GOOD FAITH IN CONTINUING THE NEGOTIATIONS AFTER THE SUMMIT COLLAPSE, HE SAID, BECAUSE "THERE IS NOT THE SLIGHTEST USE IN NEGOTIATING IF YOU START BY SAYING THE OTHER SIDE IS IN BAD FAITH."

THE SOVIET BLOC'S WALKOUT YESTERDAY FULLY JUSTIFIED THE EARLIER SUSPICIONS, ORMSBY-GORE SAID.

THE FIVE WESTERN POWERS--THE UNITED STATES, BRITAIN, FRANCE, ITALY AND CANADA--HELD A RUMP SESSION OF THE CONFERENCE THIS MORNIN. THEY DECIDED FORMALLY TO ADJOURN BUT NOT TO DISSOLVE THE COMMITTEE, SO THAT IT CAN BE RECONVENED WHENEVER THE SOVIET UNION WANTS TO RESUME THE NEGOTIATIONS.

FOLLOWING THE RUMP SESSION THE WEST ISSUED A COMMUNIQUE THAT MADE NO REFERENCE TO THE ABSENCE OF THE SOVIET BLOC. THE COMMUNIQUE SAID: "THE 48TH MEETING OF THE 10-NATION COMMITTEE ON DISARMAMENT WAS HELD IN THE PALACE OF NATIONS ON JUNE 28, 1960, UNDER THE CHAIRMANSHIP OF THE UNITED KINGDOM."

"THE CONFERENCE REQUESTED THE UNITED NATIONS SECRETARIAT TO FORWARD ALL RECORDS OF THE CONFERENCE TO THE UNITED NATIONS DISARMAMENT COMMITTEE, AND THROUGH IT TO THE GENERAL ASSEMBLY TO THE UNITED NATIONS AND THE SECURITY COUNCIL."

"THE CONFERENCE ADJOURNED AT 11:10."

U.S. DELEGATE FREDRICK M. EATON SAID THE COMMUNIQUE WAS SO WORDED AS TO LEAVE ROOM FOR RECONVENING THE COMMITTEE AT SOME FUTURE DATE.

A COMMUNIST DIPLOMAT LATER SOUGHT OUT WESTERN NEWSMEN TO TELL THEM THAT THE EAST-WEST DISARMAMENT NEGOTIATIONS WOULD CERTAINLY BE RESUMED "AS SOON AS THE UNITED NATIONS HAS TAKEN A DECISION ON THE SUBJECT."

HE ADDED BREEZILY: "I WILL SEE YOU AGAIN, PROBABLY IN GENEVA."

THE WESTERN ASSERTION THAT THE CONFERENCE DID NOT END UNTIL TODAY INFURIATED THE COMMUNISTS, PARTICULARLY MARIAN NASZKOWSKI OF POLAND WHO WAS CHAIRMAN FOR THE DAY WHEN THE TALKS WERE BROKEN OFF. FRENCH DELEGATE JULES MOCH DESCRIBED NASZKOWSKI'S ADJOURNMENT PROCEDURE AS HOLLIGANISM UNPRECEDENTED IN THE CONDUCT OF INTERNATIONAL AFFAIRS.

NASZKOWSKI ISSUED A STATEMENT ASSERTING THAT ALL CONFERENCE ACTIONS AFTER HE LEFT THE TABLE WERE ILLEGAL. HE PARTICULARLY ATTACKED THE U.N. SECRETARIAT FOR "UNLAWFULLY CIRCULATING" DOCUMENTS OF WHAT HE SAID WAS A PRIVATE MEETING OF THE FIVE WESTERN DELEGATIONS.

30.24-12327

NASZKOWSKI REJECTED WESTERN CHARGES THAT HE DENIED THE WESTERN DELEGATES THE RIGHT TO SPEAK DURING THE TUMULTUOUS BREAKUP. HAVING DECLARED THE CONFERENCE CLOSED, HE SAID, HE WAS NO LONGER IN A POSITION "EITHER TO GIVE THE FLOOR TO ANYONE OR DENY IT."

AT TODAY'S RUMP SESSION THE SECRETARIAT HAD ARRANGED THE SEATS AND NAME PLATES AS THOUGH NOTHING HAD HAPPENED, WITH ROMANIA'S EDUARD MEZINCESCU PLACED AT THE HEAD OF THE TABLE IN CONTINUATION OF THE DAILY ALPHABETICAL ROTATION.

AFTER THE WESTERN DELEGATIONS WAITED IN VAIN FOR 10 MINUTES, THEY OPENED THE MEETING WITH ORMSBY-GORE, NEXT IN THE ROTATION, IN THE CHAIR. THEY CONTINUED IN CLOSED SESSION FOR 50 MINUTES, HOLDING WHAT ONE WESTERN OFFICIAL DESCRIBED AS A "QUICK INQUEST."

SOVIET DEPUTY FOREIGN MINISTER VALERIAN ZORIN TOLD THE DRAMATIC BREAKUP SESSION YESTERDAY THAT THE WESTERN REFUSAL TO NEGOTIATE ON THE BASIS OF THE SOVIET DISARMAMENT PROPOSALS LEFT RUSSIA NO CHOICE BUT TO WALK OUT. ZORIN IGNORED THE NEW WESTERN COUNTERPROPOSALS WHICH EATON WAS ABOUT TO PUT BEFORE THE CONFERENCE.

PS459PED

A135

(180)

WITH GENEVA DISARMAMENT A74

LONDON, JUNE 28 (AP)—PRIME MINISTER HAROLD MACMILLAN SAID TODAY THE SOVIET BLOC WALKOUT FROM THE GENEVA DISARMAMENT TALKS "IS A VERY GREAT SETBACK" WHICH HE FAILS TO UNDERSTAND.

THE BRITISH LEADER, WHILE CALLING THE COMMUNIST ACTION VERY LAMENTABLE, TOLD THE HOUSE OF COMMONS HE WILL TRY TO GET THE NEGOTIATIONS GOING AGAIN.

ANSWERING QUESTIONS, MACMILLAN SAID:

"I VERY MUCH DEPLORE WHAT HAS HAPPENED."

"I THINK IT IS A VERY GREAT SETBACK AND I DO NOT UNDERSTAND

THE POSITION WHICH THE SOVIET GOVERNMENT HAS TAKEN."

THE PRIME MINISTER SINCE EARLY 1959 HAS SOUGHT TO LEAD THE WESTERN ALLIES INTO SERIOUS NEGOTIATIONS WITH THE SOVIET BLOC ON THE BIG ISSUES DIVIDING EAST AND WEST. AT TIMES HE HAS BEEN CRITICIZED BY SOME OTHER WESTERNERS AS SEEMING OVER-READY TO MEET THE SOVIET POINT OF VIEW WITH CONCESSIONS.

SOVIET PREMIER NIKITA S. KHRUSHCHEV'S ATTITUDE AT THE SUMMIT MEETING IN PARIS LAST MONTH, COUPLED WITH THE RED WITHDRAWAL FROM THE DISARMAMENT CONFERENCE YESTERDAY, APPEAR TO HAVE UNDERMINED THE BASIS OF MACMILLAN'S FOREIGN POLICY.

IN THE NEXT DAY OR TWO MACMILLAN IS SENDING A PERSONAL LETTER TO KHRUSHCHEV ON DISARMAMENT. IN IT HE IS EXPECTED TO URGE THE RUSSIANS TO RECONSIDER.

QR1135AED

A111WA

URGENT

(200) DISARMAMENT

WASHINGTON, JUNE 28 (AP)—A STATE DEPARTMENT SPOKESMAN TODAY ACCUSED THE RUSSIANS OF HYPOCRISY IN ASKING FOR U.N. CONSIDERATION OF THE DISARMAMENT QUESTION AFTER WALKING OUT ON THE DISARMAMENT PARLEY IN GENEVA.

PRESS OFFICER JOSEPH W. REAP SAID THE AMERICAN DISARMAMENT NEGOTIATORS WOULD CONTINUE TO STAY IN GENEVA FOR "A REASONABLE TIME" LONGER IN HOPES THE REDS WOULD RETURN TO THE CONFERENCE TABLE.

REAP ALSO TOLD A NEWS CONFERENCE THAT A LETTER FROM SOVIET PREMIER

NIKITA S. KHRUSHCHEV TO PRESIDENT EISENHOWER HAS BEEN RECEIVED, TRANSLATED AND SENT TO THE WHITE HOUSE. HE DECLINED FURTHER COMMENT ON IT. TASS, THE SOVIET NEWS AGENCY, SAID KHRUSHCHEV WROTE EISENHOWER AND THE HEADS OF THE OTHER FOUR WESTERN NATIONS AT THE 10-NATION GENEVA CONFERENCE, BLAMING THE CONFERENCE BREAKUP ON THE WEST.

REAP NOTED THE U.N. SECURITY COUNCIL ADOPTED A RESOLUTION MAY 27, ON WHICH RUSSIA ABSTAINED FROM VOTING, CALLED FOR CONTINUED EFFORTS TOWARD ACHIEVING "GENERAL AND COMPLETE DISARMAMENT UNDER EFFECTIVE INTERNATIONAL CONTROL."

HE ADDED:

"IT CERTAINLY SMACKS OF HYPOCRISY FOR THE SOVIET UNION TO REQUEST INSCRIPTION OF THE DISARMAMENT ITEM ON THE GENERAL ASSEMBLY AGENDA FOR THIS FALL AFTER THEY HAVE WALKED OUT OF THE DISARMAMENT NEGOTIATIONS IN GENEVA REFUSING TO CONSIDER NEW PROPOSALS JUST PREPARED BY THE WESTERN DELEGATION."

JA156PED

A52 (410)

MOSCOW, JUNE 28 (AP)-PREMIER NIKITA S. KHRUSHCHEV SAID TONIGHT THAT IN THE ABSENCE OF AN EAST-WEST DISARMAMENT AGREEMENT IT IS THE SACRED DUTY OF THE SOVIET UNION TO STRENGTHEN ITS ARMED FORCES.

KHRUSHCHEV SPOKE AT A KREMLIN RECEPTION FOR GRADUATES OF SOVIET ARMY AND NAVY ACADEMIES.

KHRUSHCHEV COMMUNIST LEADER INSISTED THE MAIN GOAL OF THE SOVIET GOVERNMENT IS PEACE, BUT ADDED THAT THIS DID NOT MEAN THE "IMPERIALISTS CANNOT START A WAR."

"THE SOVIET UNION HAS SUBMITTED PROPOSALS FOR DISARMAMENT AND STRIVING FOR AN AGREEMENT ON DISARMAMENT," KHRUSHCHEV SAID. "SO LONG AS OUR PARTNERS HAVE NOT CONSENTED TO THIS AND NO AGREEMENT HAS BEEN REACHED, IT IS OUR SACRED DUTY TO STRENGTHEN THE ARMED FORCES."

KHRUSHCHEV, COMING CLOSE TO A DISCUSSION OF THE RECENT DEBATE WITH THE RED CHINESE ABOUT INEVITABILITY OF WAR IN MODERN TIMES, TOLD THE GRADUATES HE WANTED THEM TO HAVE "A CORRECT AND PROFOUND UNDERSTANDING OF THE POLICY OF THE COMMUNIST PARTY AND THE SOVIET GOVERNMENT WITH REGARD TO WARS." HE SAID CHANGES HAVE TAKEN PLACE IN THE WORLD WHICH NOW MAKE IT POSSIBLE TO PREVENT WARS. (A BASIC LENINIST TENET IS THAT WAR BETWEEN COMMUNISM AND CAPITALISM IS INEVITABLE.)

"AS I HAVE ALREADY SAID ON MORE THAN ONE OCCASION," THE PREMIER CONTINUED, "THE PROPOSITION THAT WAR IS NOT INEVITABLE IN PRESENT CONDITIONS DOES NOT MEAN THAT THE IMPERIALISTS CANNOT START IT."

"FACTS OF THE RECENT PERIOD HAVE SHOWN AGAIN AND AGAIN THAT THE AGGRESSIVE CIRCLES OF IMPERIALISM ARE HARBORING PLANS OF WAR. IN THE POSTWAR YEARS WE HAVE MORE THAN ONCE CHECKED THE AGGRESSORS, CURBED THEIR ATTEMPTS AT STARTING A NEW WAR."

"WE SHALL NEVER DEPART FROM THIS NOBLE TASK OF A STRUGGLE FOR PEACE AND SOCIALISM (COMMUNISM), THE FREEDOM AND INDEPENDENCE OF PEOPLES TO ENHANCE VIGILANCE, TO EXPOSE AND THWART THE AGGRESSIVE IMPERIALIST PLANS, TO STRENGTHEN OUR MIGHT AND ABILITY TO CRUSH ANY AGGRESSOR--SUCH ARE THE TASKS THAT OUR PARTY AND THE SOVIET GOVERNMENT REGARD AS THEIR SACRED DUTY TO THE SOVIET PEOPLE, TO THE WHOLE OF MANKIND."

KHRUSHCHEV NOTED THAT THE COMMUNIST DELEGATIONS HAD PULLED OUT OF THE 10-NATION DISARMAMENT COMMITTEE DISCUSSIONS IN GENEVA, SAYING THIS WAS BECAUSE "THE WESTERN POWERS HAVE CONVERTED THE PARTICIPATION OF THE SOCIALIST COUNTRIES INTO A SCREEN. THEY WANTED TO CREATE A SEMBLANCE OF CONDUCTING DISARMAMENT TALKS."

ACTUALLY, HE SAID, "THERE ARE NO TALKS IN THE COMMITTEE, MERELY PROCRASTINATION. WE WILL HAVE TO REPORT TO THE (UNITED NATIONS) GENERAL ASSEMBLY THAT THE WESTERN POWERS DID NOT SUPPORT THE SOVIET DISARMAMENT PROPOSAL APPROVED AT THE 14TH SESSION OF THE UNITED NATIONS GENERAL ASSEMBLY."

KHRUSHCHEV REFERRED TO HIS PROPOSAL FOR TOTAL AND COMPLETE UNIVERSAL

DISARMAMENT.

THE SOVIET LEADER SAID THE ARMED FORCES OF THE U.S.S.R. HAVE "ATOMIC WEAPONS AND A WIDE RANGE OF ROCKETS, FROM SHORT RANGE ROCKETS TO INTERCONTINENTAL BALLISTIC MISSILES," AND URGED MILITARY STUDENTS TO DEEPEN THEIR KNOWLEDGE OF MODERN WARFARE.

PS555PED

A83

U R G E N T

FIRST LEAD ROCKET A59

BY THE ASSOCIATED PRESS

MOSCOW, JUNE 28 (AP)-THE SOVIET UNION ANNOUNCED TONIGHT IT WILL START A NEW SERIES OF POWERFUL ROCKET SHOTS INTO THE CENTRAL PACIFIC BETWEEN JULY 5 AND 31.

THE TARGET AREA OF ABOUT 50,000 SQUARE MILES SLIGHTLY OVERLAPS THE ZONE INTO WHICH THE RUSSIANS FIRED THEIR FIRST ROCKET INTO THE MID-PACIFIC LAST JANUARY.

IT IS ABOUT 1,000 MILES SOUTHWEST OF HAWAII.

THE JULY TARGET AREA WILL BE ABOUT 150 MILES FARTHER TO THE SOUTHEAST THAN THE ONE IN JANUARY, HOWEVER.

ON THEIR FIRST TRY THE RUSSIANS SAID THEY CAME WITHIN A MILE OF THE TARGET FROM 7,000 MILES AWAY.

THE UNITED STATES HAS SINCE FIRED A SUPER ATLAS ROCKET 9,000 MILES, OR MORE THAN A THIRD OF THE WAY AROUND THE WORLD, FROM CAPE CANAVERAL, FLA., TO THE SOUTHERN TIP OF SOUTH AFRICA.

THE ANNOUNCEMENT TONIGHT BY TASS, OFFICIAL NEWS AGENCY, SAID THE JULY TARGET PRACTICE WILL BE WITH POWERFUL MULTI-STAGE ROCKETS--MINUS THE FINAL STAGE. PRESUMABLY THIS MEANT THEY WILL NOT BE ARMED WITH WARHEADS OR SIMILAR PAYLOADS.

IT SAID THE SAME KIND OF POWERFUL CARRIER ROCKET THAT WAS USED LAST JANUARY WAS RESPONSIBLE FOR LIFTING THE SOVIET UNION'S 4 1/2-TON SPACE SHIP WITH ITS DUMMY ASTRONAUT INTO ORBIT AROUND THE EARTH MAY 15.

SOVIET SCIENTISTS HAVE INDICATED THAT THE PURPOSE OF USING CENTRAL PACIFIC TESTING GROUNDS IS TO DEVELOP ROCKETS THAT CAN REACH VENUS OR MARS.

THE ANNOUNCEMENT FOLLOWED SPEECHES IN MOSCOW TONIGHT BY PREMIER KHRUSHCHEV AND SOVIET DEFENSE MINISTER RODION MALINOVSKY ASSERTING THAT SOVIET MILITARY FORCES ARE BEING STRENGTHENED AND THEIR SWITCH TO ROCKET WEAPONS IS BEING ACCELERATED.

THE OFFICIAL TASS NEWS AGENCY SAID NEXT MONTH'S FIRINGS WILL BE PART OF A PROGRAM "FOR FURTHER SCIENTIFIC RESEARCH AND EXPERIMENTAL DESIGNING IN THE SPHERE OF SPACE PROBLEMS."

THE TARGET AREA, IT SAID, HAS THE FOLLOWING COORDINATES:

7 DEGREES 5 MINUTES LATITUDE NORTH, AND 169 DEGREES 9 MINUTES LONGITUDE WEST.

7 DEGREES 53 MINUTES LATITUDE NORTH AND 167 DEGREES 33 MINUTES LONGITUDE WEST.

5 DEGREES 26 MINUTES LATITUDE NORTH AND 166 DEGREES 15 MINUTES LONGITUDE WEST.

4 DEGREES 38 MINUTES LATITUDE NORTH AND 167 DEGREES 51 MINUTES LONGITUDE WEST.

SPECIAL VESSELS OF THE SOVIET FLEET WILL BE DISPATCHED TO THE AREA "TO CONDUCT NECESSARY MEASUREMENTS," IT ADDED.

THE AREA DESIGNATED IS SLIGHTLY MORE THAN 1,000 MILES SOUTHWEST OF HAWAII. IT IS WITHIN 600 MILES OF CHRISTMAS ISLAND, WHERE THE BRITISH EXPLODED THEIR FIRST HYDROGEN BOMB.

THE UNITED STATES' PALMYRA ISLAND IS ONLY ABOUT 200 MILES TO THE EAST OF THE ZONE.

THE SOVIET ANNOUNCEMENT SAID: "THE GOVERNMENT OF THE SOVIET UNION REQUESTS THE GOVERNMENTS OF THOSE COUNTRIES WHOSE VESSELS AND PLANES MAY FIND THEMSELVES DURING THIS PERIOD CLOSE TO THE AREA... TO INSTRUCT THE CAPTAINS OF VESSELS AND COMMANDERS OF PLANES NOT TO ENTER THE SEA AND AIR SPACE OF THE PACIFIC WITHIN THE ABOVE COORDINATES."

PS710PED

A80

MOSCOW, JUNE 28 (AP)-THE FIRST SOLDIERS DEMOBILIZED FROM THE SOVIET ARMY UNDER ANNOUNCED PLANS TO CUT THE RED ARMED FORCES 1,200,000 MEN ARE ON THEIR WAY, BUT NOT NECESSARILY TO THEIR HOMES.

THE NEWSPAPER SOVIET RUSSIA TODAY REPORTED THE FIRST MEN RELEASED ARE ON THEIR WAY TO CONSTRUCTION SITES, FACTORIES AND STATE AND COLLECTIVE FARMS, UNDERLINING THE WESTERN INTERPRETATION THAT ONE REASON FOR THE ARMED FORCES CUT WAS TO PROVIDE NEEDED MANPOWER FOR THE SOVIET ECONOMIC MACHINE.

MIKHAIL POLYAKOV, CHIEF OF RESETTLEMENT AND ORGANIZED RECRUITMENT OF LABOR, TOLD THE NEWSPAPER 145,000 ARE GOING TO KAZAKHSTAN TO WORK IN AGRICULTURE, 18,000 TO FARMS OF THE ALTAI TERRITORY OF SOUTHERN SIBERIA, 9,000 TO THE KUZNETSK OIL FIELDS OF SIBERIA, 4,000 TO CONSTRUCTION WORK ON THE WEST SIBERIAN STEEL WORKS AND AN EQUAL NUMBER TO THE INDUSTRIAL DIVISION OF THE MURMANSK ECONOMIC COUNCIL.

TR250AED

S110 (130)

BERGEN, NORWAY, JUNE 28 (AP)-ANASTAS I. MIKOYAN TODAY REITERATED THE SOVIET UNION'S CALL FOR A PEACE TREATY WITH GERMANY AND PROMISED ANEW THAT THE RIGHTS OF WEST BERLINERS WOULD BE GUARANTEED BY THE SOVIET UNION.

CONTINUING HIS BARNSTORMING TOUR OF NORWAY, WHERE BITTERNESS AGAINST THE GERMANS STILL REMAINS FROM THE WORLD WAR II OCCUPATION, THE SOVIET FIRST DEPUTY PREMIER SPOKE AT A LUNCHEON GIVEN IN HIS HONOR BY THE GOVERNOR OF HORDALAND.

HE MENTIONED GERMANY IN CONNECTION WITH NAZI TREATMENT OF RUSSIAN WAR PRISONERS HERE DURING THE WAR.

"WE MUST NEVER FORGET WHO DID THIS," HE SAID. "IT WAS GERMAN MILITARISM."

MIKOYAN SAID THE RUSSIANS LIKE AND RESPECT THE GERMANS AND WANT THEM TO BE HAPPY, ADDING: "WE WANT A PEACE TREATY WITH GERMANY. IF WE CANNOT GET IT WITH A UNITED GERMANY, THEN LET US HAVE IT WITH THE TWO GERMANY'S (EAST AND WEST). WE ARE PREPARED TO GUARANTEE THE RIGHTS OF THE WEST BERLINERS FULLY."

ZR1053PED

30.24-12329

S54-C53NY

NEW YORK, JUNE 28 (AP)-RESTORATION OF UNRESTRICTED TRAVEL BETWEEN THE UNITED STATES AND ROMANIA WAS ANNOUNCED TODAY BY THE ROMANIAN NATIONAL TRAVEL OFFICE.

ABRAHAM SILBERSTEIN, VICE PRESIDENT OF THE TRAVEL OFFICE'S FOREIGN DEPARTMENT, MADE THE ANNOUNCEMENT AT A NEWS CONFERENCE. HE SAID IT WAS THE FIRST SUCH ACTION TAKEN BY AN IRON CURTAIN COUNTRY SINCE WORLD WAR II.

SILBERSTEIN SAID ROMANIA WOULD FURNISH VISAS WITHIN 24 HOURS, AND WITHOUT ANY SCREENING, FOR AMERICANS WISHING TO TRAVEL IN ROMANIA.

ROMANIANS HENCEFORTH WILL BE FREE TO TRAVEL TO THE UNITED STATES AT WILL, SILBERSTEIN SAID, BY AGREEMENT BETWEEN THE TWO COUNTRIES.

PL612PED

S68 (120)

OTTAWA, JUNE 28 (AP)-MOSCOW'S MAYOR NIKOLI BOBROVNIKOV SAID TODAY HE DIDN'T GIVE A SECOND THOUGHT TO THE EGGING HE GOT WHILE TOURING NIAGARA FALLS, ONT., LAST FRIDAY.

"IT WAS A MISUNDERSTANDING," HE TOLD A NEWS CONFERENCE. "IT WAS DIFFICULT TO SEE WHO IT (THE EGG) WAS THROWN AT." THE EGG SPATTERED THE SOVIET MAYOR, TV ACTOR HUGH O'BRIAN (WYATT EARP), WHO HAPPENED TO BE ON HAND ON A PERSONAL APPEARANCE TOUR, AND SOME BYSTANDERS.

AT NIAGARA FALLS YESTERDAY, GEDA JANUSONIS, 20, SON OF A LITHUANIAN REFUGEE FROM SOVIET RULE, WAS BOUND OVER IN \$200 BAIL FOR HEARING ON A CHARGE OF DISTURBANCE BY EGG-THROWING.

BOBROVNIKOV SAID THE RECEPTION HE GOT HERE AND ELSEWHERE IN ONTARIO WAS BEYOND HIS EXPECTATIONS IN WARMTH AND FRIENDLINESS.

HIS PARTY THEN LEFT ON A VISIT TO MONTREAL EN ROUTE HOME.
OTTAWA'S MAYOR GEORGE NELMS WILL HEAD A CIVIC DELEGATION VISITING
MOSCOW IN SEPTEMBER.

JB744PED

S103

BERLIN, JUNE 28 (AP)-A TEXTILE SALESMAN AND HIS WOMAN FRIEND
WERE SENT TO PRISON BY A WEST BERLIN COURT YESTERDAY FOR BEING
COMMUNIST AGENTS.

ERICH LIESKE, 50, AND CHARLOTTE WALTHER, 47, WERE CONVICTED
OF TREASONABLE RELATIONS BECAUSE THEY CHECKED ON HOME
ADDRESSES OF PROMINENT WEST BERLINERS FOR THE COMMUNIST SECURITY
POLICE.

LIESKE WAS SENTENCED TO A YEAR IN PRISON AND MISS WALTHER TO EIGHT
MONTHS.

AF1038PED

A126 (460)
MOSCOW, JUNE 28 (AP)-PRAVDA GAVE PROMINENT DISPLAY TODAY TO A JOINT
STATEMENT DRAWN UP AT A MEETING OF 12 COMMUNIST PARTY LEADERS
IN ROMANIA, PURPORTING TO DEMONSTRATE UNITY OF OUTLOOK AMONG ALL COM-
MUNISTS, INCLUDING THE CHINESE.
THE COMMUNIQUE FOLLOWS WIDELY PUBLICIZED INDICATIONS OF A DEEP
IDEOLOGICAL DISPUTE BETWEEN MOSCOW AND PEIPING ON MATTERS RELATING TO
INTERPRETATION OF PEACEFUL COEXISTENCE AND THE APPROACH TO PROBLEMS
OF THE WORLD REVOLUTIONARY MOVEMENT.
SOVIET PREMIER NIKITA S. KHRUSHCHEV, THE RED CHINESE AND LEADERS
OF COMMUNIST SATELLITE PARTIES ADOPTED THE COMMUNIQUE DURING A
ROMANIAN PARTY CONGRESS WHICH HAS JUST ENDED.
THE STATEMENT SAID THAT THE LEADERS OF ALL COMMUNIST-RULED
COUNTRIES SUPPORT THE BASIC LINE THAT PEACEFUL COEXISTENCE AND THE
PREVENTION OF WAR BETWEEN COMMUNISM AND CAPITALISM IS POSSIBLE, BUT
IT ADDED THAT THE PARTIES AGREED "ON THE NECESSITY OF POPULAR
VIGILANCE WITH REGARD TO THE DANGER OF WAR, SINCE THE EXISTENCE OF
IMPERIALISM RETAINS THE GROUND FOR AGGRESSIVE WARS." IT SAID THIS
STATEMENT "CAN BE FULLY APPLIED IN THE PRESENT SITUATION, TOO."
(THIS APPEARED TO BE A COMPROMISE. KHRUSHCHEV'S LINE THAT WAR
MUST NO LONGER BE CONSIDERED INEVITABLE APPARENTLY AROUSED
RED CHINESE OPPOSITION.)

IN WHAT APPEARED TO BE AN ATTEMPT TO BRIDGE THE IDEOLOGICAL GAP
BETWEEN THE ADHERENTS OF THE MOSCOW AND PEIPING VIEWS, THE STATEMENT
REPEATED THE ESSENCE OF A 1957 MANIFESTO THAT UNDER MODERN CONDITIONS
COMMUNISTS HAVE THE POSSIBILITY OF "BREAKING THE RESISTANCE OF REACTION-
ARY FORCES AND CREATING THE NECESSARY CONDITIONS FOR PEACEFUL REAL-
IZATION OF THE SOCIALIST (COMMUNIST) REVOLUTION."

BUT IT ADDED: "AT THE SAME TIME IT IS ALSO NECESSARY TO
PROCEED FROM THE POSSIBILITY OF THE WORKING CLASS GAINING A VICTORY
FOR THE SOCIALIST (COMMUNIST) REVOLUTION BY NONPEACEFUL MEANS."

THE RED CHINESE APPEARED TO HAVE BEEN IRKED BY SOVIET STRESS ON
PEACEFUL ROADS TOWARD THE REVOLUTION IN UNDERDEVELOPED AREAS, AND TO
HAVE INSISTED ON THE NEED TO APPLY NONPEACEFUL MEANS WHEREVER THE
OPPORTUNITY MIGHT ARISE.

KHRUSHCHEV'S SUPPORTERS HAVE BEEN ATTACKING AS DEVIATIONISTS THOSE
REFUSING TO ACCEPT THE THESIS THAT PEACEFUL COEXISTENCE OF
COMMUNIST AND CAPITALIST WORLDS IS POSSIBLE.

-DASH-

HONG KONG, JUNE 28 (AP)-BELATED REPORTS REACHING HONG KONG
TODAY ADDED OMINOUS OVERTONES TO RED CHINA'S CURRENT "HATE AMERICA"
CAMPAIGN.

AS REPORTED BY RADIO PEIPING, THE HATE CAMPAIGN HAS BEEN VIOLENT
AND SWEEPING BUT IT HAS STOPPED SHORT IN INDICATING IMMIMENT NEW
COMMUNIST AGGRESSION IN THIS PART OF THE WORLD.

CHINESE COMMUNIST PUBLICATIONS JUST RECEIVED HERE, HOWEVER, SHOW
PEIPING HAS BEEN TRYING FOR TWO OR THREE MONTHS TO CONDITION THE
MINDS OF THE CHINESE PEOPLE NOT ONLY TO CONTINUED INTERNATIONAL
TENSION, BUT TO THE PROSPECT OF WAR ITSELF.

THEY SHOW AN ORGANIZED EFFORT TO POPULARIZE AND EVEN GLORIFY
"JUST WARS," AND TO DENOUNCE THE OPPONENTS OF SUCH WARS.

IN COMMUNIST TERMS A JUST WAR IS ANY WAR AGAINST "IMPERIALISM"
AND AN UNJUST WAR IS ANY WAR STARTED BY "IMPERIALISTS."

THIS CAMPAIGN UNDERLINES THE IDEOLOGICAL RIFT BETWEEN COMMUNIST
CHINA AND SOVIET RUSSIA OVER THE PRACTICALITY OF THE KREMLIN'S
OFFICIALLY PROCLAIMED DESIRE FOR PEACEFUL COEXISTENCE WITH THE WEST.
ML1059AED

A169 (AGENCIES OUT)

AP FOREIGN SERVICE ADVANCE FOR WEDNESDAY AMS JUNE 29

UNDATED CHINESE-SOVIET INTERPRETIVE (600)

BY WILLIAM L. RYAN

ASSOCIATED PRESS NEWS ANALYST

(ADVANCE) CHINA'S COMMUNIST LEADERS, IN A SULLEN MOOD, MAY HAVE BEEN
PLANNING A MILITARY ADVENTURE IN ASIA AND HAVE BEEN BALKED BY SOVIET
PREMIER NIKITA S. KHRUSHCHEV'S INTERFERENCE.

RECENT TORRENTS OF ARGUMENT AND INNUENDO EMANATING FROM MOSCOW,
PEIPING AND THE COMMUNIST WORLD STRENGTHEN A SUSPICION THAT THIS IS
THE CASE.

IN VIOLENT EXCHANGES, THE CHINESE BY IMPLICATION ACCUSED
KHRUSHCHEV AND THE KREMLIN OF IMPEDING FURTHER RED CONQUESTS.
RETORTING, THE KREMLIN SEEMED TO ACCUSE PEIPING OF RECKLESSLY
ENDANGERING THE WHOLE WORLD MOVEMENT.

COMMUNIST COMMENTARIES ON A WORLD FEDERATION OF TRADE UNIONS MEETING
IN PEIPING LET SLIP INFORMATION THAT IN DISCUSSION OF VARIOUS
"DEVIATIONS" FROM DOGMA, THE CHINESE WERE SUPPORTED BY THE INDONESIAN
PARTY WHICH "EXPRESSED DOUBTS REGARDING THE REALISM AND COHERENCE OF
THE PRESENT STRUGGLE FOR DISARMAMENT AND RELAXATION OF WORLD TENSION."
THOSE TWO ITEMS ARE IDENTIFIED WITH KHRUSHCHEV.

KHRUSHCHEV'S ARGUMENTS SEEM TO HAVE PREVAILED FOR NOW, AND TO
HAVE RALLIED SUPPORT FROM SOVIET AND EUROPEAN COMMUNISTS. BUT THE
QUARREL IS FAR FROM ENDED.

THE CHINESE, BY IMPLICATION, ACCUSE KHRUSHCHEV OF BEING AS MUCH,
IF NOT MORE, A DEVIATIONIST THAN THE MAN THEY CALL "THE DESPICABLE"

30.24-12331

TITO OF YUGOSLAVIA.

SIMILARLY, KHRUSHCHEV'S ADHERENTS SEEM TO LABEL THE CHINESE LEADERSHIP "LEFT WING" ADVENTURERS WHO REJECT LENIN'S TEACHINGS ON THE NECESSITY FOR TEMPORARY COMPROMISE WITH THE CAPITALIST WORLD. POINTEDLY, CHINESE POLITBURO MEMBER ~~REN CHENG~~ ^{PENG CHEN}, ADDRESSING THE RECENT ROMANIAN COMMUNIST CONGRESS, REMINDED KHRUSHCHEV THAT MOSCOW IS PLEDGED TO VIEW ANY ATTACK ON RED CHINA AS AN ATTACK ON THE WHOLE COMMUNIST CAMP.

KNOWING HOW COMMUNISTS OPERATE, ONE CAN SPECULATE THAT PEIPING FORESAW A POSSIBILITY OF ARMED CONFLICT WITH THE UNITED STATES. POSSIBLY PEIPING PLANNED TO MOVE AGAINST FORMOSA, AN ATTACK WHICH WOULD INVOLVE THE UNITED STATES. AS IN THE CASE OF KOREA, THE COMMUNISTS COULD FIRST ATTACK, THEN ACCUSE THE UNITED STATES OF AGGRESSION. THEN THEY COULD INVOKE THE 1950 SINO-SOVIET TREATY TO DEMAND MOSCOW'S AID.

RECENT PEIPING ACTIVITIES COULD HAVE BEEN PREPARATION FOR SUCH ACTION. THE WEEK OF JUNE 21-28 OFFICIALLY WAS "MATE THE UNITED STATES WEEK" IN RED CHINA. THE PROPAGANDA AND MILITARY SHOWS WERE VIOLENT.

KHRUSHCHEV MAY HAVE SCENTED DANGER.

SUDDENLY, A WIDE-RANGING COMMUNIST WRANGLE ERUPTED OVER LENIN'S PRECEPT THAT WAR BETWEEN COMMUNISM AND CAPITALISM IS INEVITABLE.

KHRUSHCHEV THUNDERED: THERE MUST BE NO DIVERGENT VIEWS IN INTERPRETING QUESTIONS OF THE WORLD REVOLUTION; WORLD WAR IS NOT INEVITABLE, DESPITE LENIN, BECAUSE OF TODAY'S CONDITIONS; COMMUNISM MUST WIN THE WORLD BY OTHER MEANS, THOUGH NONE COULD SAY JUST WHEN OR HOW. KHRUSHCHEV INSISTED HIS SUMMITRY AND PEACEFUL COEXISTENCE CAMPAIGNING MUST NOT BE TAKEN AS DEVIATION FROM LENINISM.

SOVIET THEORETICIANS PRODUCED A CONCRETE EXAMPLE OF WRONG THINKING: THE IRAQI COMMUNISTS ERRED IN TRYING TO TAKE POWER IN BAGHDAD WITHOUT NECESSARY OUTSIDE SUPPORT, AND WERE REPULSED. THE IRAQI PARTY DREW THE NECESSARY CONCLUSIONS "WHICH WERE USEFUL TO THEM AND MAY BE INSTRUCTIVE ALSO FOR SOME COMMUNIST PARTIES OF THE EAST AND LATIN AMERICA, IF THEY ARE FACED WITH BASICALLY THE SAME TASK."

THIS SAYS THAT CAUTION COMES FIRST. MOSCOW MUST GIVE THE WORD BEFORE ANY COUNTRY IS SEIZED. MOSCOW HAD NOT BEEN READY TO GAMBLE IN IRAQ.

PEIPING REACTED VIOLENTLY TO SUCH TALK. ALL THIS, IT SNORTED, SMACKED OF TITOISM AND COULD DISRUPT THE COMMUNIST MOVEMENT. PEIPING CONTENDED THAT COMMUNISTS MUST NEVER LOSE A CHANCE TO SEIZE WHAT THE REDS CALL "THE NATIONAL DEMOCRATIC REVOLUTION" IN ANY UNDERDEVELOPED COUNTRY. THOSE PREACHING PEACEFUL COMPETITION WITH CAPITALISM, SAID PEIPING, "HAVE SET THE STRUGGLE FOR WORLD PEACE AGAINST THE MOVEMENT FOR NATIONAL INDEPENDENCE AND DEMOCRACY." IT MEANT THAT IF COMMUNISM WAS TO GRAB MORE TERRITORY, IT WOULD HAVE TO ASSUME THE RISKS INVOLVED.

"THE ESSENCE OF MODERN REVISIONISM IS CAPITULATION IN THE NAME OF PEACE," PEIPING INSISTED.

THE COMMUNIST WORLD LEADERSHIP IS NOW INVOLVED IN EXPLAINING THE QUARREL TO THE RANK AND FILE AND TO THE WORLD. THE ARGUMENT MAY PROVE DECISIVE FOR THE FUTURE OF A MONOLITHIC WORLD MOVEMENT.

END ADVANCE FOR WEDNESDAY AMS JUNE 29--MOVED JUNE 27

TB118AED

A91 650 (AGENCIES&RADIO OUT)

AP FOREIGN SERVICE ADVANCE FOR TUESDAY PMS JUNE 28

RYAN IN RUSSIA---NO. 2

EDITOR'S NOTE--4--RETURNING TO RUSSIA AFTER AN ABSENCE OF SEVEN YEARS, WILLIAM L. RYAN HAS FOUND THAT NIKITA S. KHRUSHCHEV IS HARASSED BY A MULTIPLICITY OF DOMESTIC PROBLEMS. THIS IS THE SECOND OF FIVE UNCENSORED ARTICLES BY THE AP'S RUSSIAN-SPEAKING

NEWS ANALYST.

BY WILLIAM L. RYAN

ASSOCIATED PRESS NEWS ANALYST

(ADVANCE)... AN ENTERPRISING MUSCOVITE, WITH AN EYE TO A QUICK RUBLE, LOOKS AT YOUR SUIT WITH UNDISGUISED ADMIRATION. HE RUNS HIS FINGERS OVER THE MATERIAL WITH APPROPRIATE EXCLAMATIONS OF APPROVAL.

"WANT TO SELL IT?" HE ASKS, APPARENTLY WILLING TO BUY YOUR CLOTHING RIGHT OFF YOUR BACK.

DO YOU HAVE AN AMERICAN BALLPOINT PEN? A WEST EUROPEAN WRIST-WATCH? WHAT DO YOU HAVE? THE YOUNG HUSTLER IS IN A BUYING MOOD AND WILL PAY WELL. THERE'S A BIG MARKET FOR QUALITY IN THE SOVIET UNION. HE CAN RESELL AT A SPANKING PROFIT.

SOVIET AUTHORITIES HAVE TRIED TO DISCOURAGE THIS SORT OF THING, BUT IT PERSISTS AND GROWS AS TOURISTS FLOOD INTO MOSCOW.

THIS IS CALLED DEALING "NA LYEVO"--ON THE LEFT. IT REFLECTS THE SOVIET HUNGER FOR BETTER CONSUMER GOODS. AND IT UNDERSCORES SOME SERIOUS DOMESTIC SOVIET PROBLEMS.

THE COMMUNISTS HAVE BEEN UNABLE TO ESCAPE THE LAWS OF SUPPLY AND DEMAND. THE SOVIET REGIME FREQUENTLY HAS HAD TO RESORT TO SPY SCARES AND NOISY BELLIGERENCE TO DIVERT THE ATTENTION OF ITS PUBLIC.

SOVIET COMMUNISM'S PROBLEM IS THAT THE NATION'S DOMESTIC ECONOMY IS PERPETUALLY FROZEN. SOMETHING SIMILAR MIGHT BE THE CASE FOR AMERICANS IF WARTIME PRICE CONTROLS AND PRIORITIES HAD BECOME PERMANENT FIXTURES IN PEACETIME--AN ECONOMY OF SHORTAGES.

NIKITA KHRUSHCHEV'S REGIME IS HARASSED BY A CONSTANTLY RECURRING PROBLEM OF INFLATION. MONEY ACCUMULATES IN THE POCKETS OF BETTER-PAID SOVIET CITIZENS, WITHOUT GOODS IN THE STORES TO MATCH IT.

THE EXPERIENCE IS NOT NEW IN THE U.S.S.R. IT HAPPENED IN STALIN'S TIME, TOO. HE DEALT WITH IT, OCCASIONALLY, WITH SUDDEN RELAXATIONS, AND SOMETIMES BY SUDDENLY CHANGING THE VALUE OF MONEY.

PREMIER KHRUSHCHEV, TOO, IS ABOUT TO REVALUE THE RUBLE, ALTHOUGH HE HAS GIVEN FOREWARNING. THE PROCESS BEGINS IN JANUARY, WHEN RUBLES IN CIRCULATION WILL BE EXCHANGED, 1 NEW RUBLE FOR 10 OLD.

BASICALLY, WHAT HAS HAPPENED IN RUSSIA HAS BEEN A WAGE INFLATION. IT RESULTED FROM THE PROGRAMS OF STALIN'S IMMEDIATE SUCCESSOR, PREMIER GEORGI MALENKOV. THESE PROGRAMS WERE FIRST DENOUNCED AND THEN ADOPTED BY KHRUSHCHEV. THEY INVOLVE HIGHER PRICES FOR COLLECTIVE FARM PRODUCTS, RAISES IN MINIMUM WAGES, PENSIONS, THE END OF ENFORCED LOANS TO THE STATE.

THE REVALUATION WILL NOT REFLECT THE REAL WORTH OF THE RUBLE. ON MOSCOW'S STREETS TODAY, A VISITOR WHO RISKS RUNNING AFOUL THE LAW CAN BUY 40 RUBLES FOR A DOLLAR. THE OFFICIAL RATE IS 4 TO THE DOLLAR AND THE TOURIST RATE 10 TO THE DOLLAR. WHAT HAPPENS TO DOLLARS PURCHASED ON THE BLACK MARKET IS ANYBODY'S GUESS, BUT THE PRACTICE IS COMMONPLACE IN THE SOVIET CAPITAL.

THE AVERAGE SOVIET WAGE STILL HOVERS IN THE NEIGHBORHOOD OF 700 RUBLES MONTHLY. AT THE TOURIST RATE, THAT WOULD BE \$70, BUT IT IS WORTH A BIT LESS IN ACTUAL PURCHASING POWER. PRICES FOR CLOTHING, HOUSEHOLD GOODS AND THINGS AFFECTED BY SEASONAL SHORTAGES REMAIN EXTREMELY HIGH. A TWO-POUND CABBAGE, FOR EXAMPLE, AS OF JUNE 12 COST 15 RUBLES---THE TOURIST RATE EQUIVALENT OF \$1.50---AND CABBAGE IS A RUSSIAN STAPLE.

AT THE SAME TIME, THE SOVIET CITIZEN HAS MORE IN HIS POCKETS NOW THAN HE HAS BEEN ACCUSTOMED TO HAVING. AND WHILE THE AVERAGE WAGE REMAINS LOW, MANY ARE PAID WELL.

THE MONEY COMPETES FOR SCARCE QUALITY GOODS. MANY A CITIZEN IS WILLING TO PAY SUBSTANTIAL AMOUNTS UNDER THE COUNTER TO HAVE HIS NAME MOVED UP ON THE WAITING LIST FOR SOMETHING LIKE A TELEVISION

SET.

WHEN THE PRESSURE GETS TOO GREAT, THE GOVERNMENT ADOPTS MEASURES TO LET OFF STEAM. THIS REQUIRES COMPANION PREVENTIVE MEASURES AND A STRONG HAND AT THE HELM TO KEEP CONSUMERS FROM RUNNING AWAY WITH THE ECONOMY.

ONE SAFETY MEASURE IS THE OFTEN USED SPY SCARE. IN THIS RESPECT THE AMERICAN SPY-PLANE INCIDENT OF MAY 1 AND THE NOISE RAISED ABOUT IT BY THE COMMUNIST LEADERSHIP TAKE ON ADDED SIGNIFICANCE. THE ENEMY IS PICTURED AS AT THE DOOR, MENACING THE STATE, SO PATRIOTIC SOVIET CITIZENS CAN MORE REASONABLY BE ASKED TO BE PATIENT REGARDING THEIR PRIVATE COMPLAINTS.

THE PRESSURE ON THE KREMLIN IS NOT REVOLUTIONARY, BUT IT IS STEADY AND NAGGING. COUNTER-PRESSURE BY SOME COMMUNIST PARTY ELEMENTS ON KHRUSHCHEV ALSO IS NOTICEABLE. AND ONCE AGAIN HE LIKELY WILL

HAVE TO TELL THE PUBLIC TO DEFER ITS DREAMS.

KHRUSHCHEV'S PROMISES OF BETTER LIVING GENERATED MUCH OPTIMISM AMONG THE AVERAGE RUSSIANS. BUT SKEPTICS WHO HAVE BEEN THROUGH IT ALL BEFORE EXPECT STRONG MEASURES ONCE AGAIN, WITH DANGEROUS INTERNATIONAL TENSIONS AS THE EXCUSE.

ON THE WHOLE, AN AMERICAN IN MOSCOW FEELS THAT THE HUNGERS OF THE SOVIET CONSUMER PUBLIC ARE A TOKEN OF SHAME FOR SOVIET COMMUNISM: THAT FOR ALL THE U.S.S.R.'S VAUNTED MIGHT AND SCIENTIFIC SPECTACLES, FOR ALL ITS ABUNDANCE OF NATURAL RICHES, IT REMAINS IN MANY RESPECTS A BACKWARD NATION, FAR BEHIND THE STANDARDS OF MUCH WEAKER NEIGHBORS TO THE WEST.

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TOMORROW: CREEPING CAPITALISM.

(END ADVANCE FOR TUESDAY PMS JUNE 28--MOVED JUNE 24)

B950AED

A96 (AGENCIES & RADIO OUT)

AP FOREIGN SERVICE ADVANCE FOR WEDNESDAY PMS JUNE 29

RYAN IN RUSSIA--NO.3 (720)

EDITOR'S NOTE--WHAT HAPPENS WHEN A MIDDLE CLASS STARTS THROWING ITS WEIGHT AROUND IN THE CLASSLESS SOCIETY THAT THE SOVIET UNION CLAIMS? WILLIAM L. RYAN DEALS WITH THIS QUESTION TODAY IN THIS ARTICLE, THIRD OF A SERIES WRITTEN FOLLOWING A TRIP TO MOSCOW. BY WILLIAM L. RYAN

ASSOCIATED PRESS NEWS ANALYST

(ADVANCE)...IN A CORNER OF THE ENORMOUS, SPRAWLING BUILDING OF GUM (CAPS), MOSCOW'S CENTRAL DEPARTMENT STORE FACING RED SQUARE AND THE GLOOMY LENIN-STALIN TOMB, A SIGN ADVERTISES ITEMS THAT CAN BE BOUGHT ON INSTALLMENTS.

THESE INCLUDE PHOTOGRAPHY EQUIPMENT, MOTOR BIKES, ELECTRIC SEWING MACHINES, REFRIGERATORS, OTHER HIGH-PRICED GOODS.

THE ORDINARY RUSSIAN WOULD HAVE TO SAVE HIS MONEY FOR A LONG TIME IN ORDER TO BE ABLE TO PAY CASH. NOW ALL HE HAS TO DO IS TO BRING A STATEMENT SIGNED BY HIS SUPERIOR, TESTIFYING TO HIS EMPLOYMENT AND INCOME. DEDUCTIONS WILL BE MADE AUTOMATICALLY FROM HIS WAGES. THE STORES ALL ARE OPERATED BY THE GOVERNMENT.

THIS IS ONLY ONE OF THE MULTIPLYING MANIFESTATIONS OF WHAT MAY BE A BURGEONING SOVIET PROBLEM: WHAT TO DO ABOUT CREEPING CAPITALISM?

CAPITALIST METHODS EDGE INTO THE SOVIET INTERNAL TRADE PICTURE FOR A VARIETY OF REASONS.

EXTREMELY HIGH-PRICED HARD GOODS NORMALLY MOVE SLOWLY, SINCE THEY ARE OUT OF RANGE OF MOST SOVIET POCKETS. EVERYDAY ITEMS LIKE CLOTHING, SHOES AND APPLIANCES ARE ALMOST INVARIABLY

SHODDY. THE SHELVES OF THE STORES ARE BECOMING CLOGGED.

STORE MANAGERS BEGIN TO COMPLAIN AND EVEN BALK ABOUT ACCEPTING SHIPMENTS OF SHABBY CONSUMER GOODS FROM FACTORIES. THE PROSPECTIVE BUYERS ARE SHOWING SALES RESISTANCE, AND SUCH GOODS COLLECTS DUST FOR MONTHS. THE CONSUMER OFTEN HOARDS HIS RUBLES TO COMPETE FOR BETTER--AND THUS SCARCER--ITEMS.

TO ATTACK MERCHANDISING PROBLEMS IN A RIGIDLY CONTROLLED COMMUNIST ECONOMY, AUTHORITIES RESORT TO CAPITALIST METHODS: INSTALLMENT SELLING, CREDIT, MORE AND MORE ADVERTISING, STORE WINDOWS BLOSSOMING WITH SPECIAL SALES ANNOUNCEMENTS AND SLASHED LIST PRICES, NEW NEON SIGNS FLICKERING OVER MOSCOW PROCLAIMING THE VIRTUES OF A

VARIETY OF PRODUCTS.

IN SOME CONSUMER CATEGORIES THERE IS A VERITABLE GLUT OF GOODS. BUT FACTORY MANAGERS FULFILL THEIR QUOTAS BY QUANTITY, WITHOUT GIVING MUCH OF A HOOT ABOUT QUALITY.

A SUIT OF MEN'S CLOTHING THAT COULDN'T FETCH \$20 IN AN AMERICAN BARGAIN BASEMENT GOES INTO THE SOVIET STORES PRICED AT THE EQUIVALENT OF \$140, OR TWO MONTHS PAY FOR THE AVERAGE SOVIET WORKER.

COTTON DRESSES NO AMERICAN WOMAN WOULD WANT TO WEAR IN PUBLIC RETAIL AT THE EQUIVALENT OF \$10 TO \$20. A SHODDY PAIR OF SANDALS, WHICH LIKELY WILL FALL APART ALL TOO QUICKLY, IS PRICED AT \$28. A CRUDELY FASHIONED MEN'S SHIRT COSTS \$11.

THOSE WHO HAVE MONEY--AND THERE ARE MANY HIGHLY PAID SOVIET PEOPLE--RESIST SUCH THINGS. MANY WAIT FOR SHIPMENTS FROM ABROAD--PERHAPS FROM COMMUNIST CZECHOSLOVAKIA, WHICH IS YEARS AHEAD OF THE U.S.S.R. IN QUALITY CONSUMER GOODS. MUSCOVITES TIP ONE ANOTHER OFF WHEN SHIPMENTS REACH THE STORES, AND RUBLES COME OUT OF HIDING. FOREIGN SHIPMENTS ARE SNAPPED UP QUICKLY, WHILE RUSSIAN MANUFACTURES GO BEGGING.

IN SHORT, MANY A CONSUMER IS SICK OF SHODDY GOODS. HE WOULD RATHER HAVE QUALITY GOODS THAN MERE MONEY. ON THE BOOKS, CONSUMER PRODUCTION IS THERE, BUT IT IS FAR FROM THE QUALITY THE SOVIET CITIZEN IS BEGINNING TO DEMAND.

THE ATTITUDE APPARENTLY HAS BEEN TRANSMITTED TO THE KREMLIN. SEEKING REMEDIES, HOWEVER, IS DIFFICULT, SINCE THE REMEDIES OFTEN CAN BE CONTRARY TO COMMUNIST DOGMA.

CAPITALIST-LIKE MEASURES HAVE BEEN AN OUTGROWTH OF PREMIER NIKITA S. KHRUSHCHEV'S POLICIES, AND PROBABLY ARE AMONG THE MANY FACTORS THAT PROVOKE ANNOYANCE AMONG HIDEBOUND, REACTIONARY STALINISTS IN HIGH PLACES.

KHRUSHCHEV HAS TRIED TO FOLLOW A LINE OF PERSUASION, RATHER THAN COERCION, IN KEEPING THE SOVIET PUBLIC IN LINE. BUT PERSUASION IMPLIES INCENTIVES AND REWARDS. THE CONSUMER INDUSTRY DOES NOT PRODUCE QUALITY SUFFICIENT FOR REWARDS, NOR CAN IT WITHOUT UPSETTING SOVIET DOGMA.

THE SOVIET PREMIER SOON MAY BE, IF HE IS NOT NOW, IN AN UNENVIABLE POSITION SO FAR AS HIS POPULARITY IS CONCERNED. THE PROCESS OF SOCIAL CHANGE THAT HAS BEEN GOING ON FOR YEARS IN THE SOVIET UNION HAS BEEN BUILDING SOMETHING SIMILAR TO A MIDDLE CLASS--SOBER, INTELLIGENT AND EAGER TO BETTER ITSELF.

RELAXATIONS, VEERING AWAY FROM THE POLICE STATE SINCE STALIN DIED, HASTENED SOCIAL CHANGE TO A POINT WHERE IT SEEMED TO BE GETTING OUT OF HAND. KHRUSHCHEV, IN SPITE OF HIMSELF, MAY BE FORCED TO TRY TO HALT THE PROCESS.

THE PLANNED SOVIET ECONOMY BASES ITSELF ON QUANTITY PRODUCTION. QUALITY BELONGS TO THE APEX OF THE ECONOMY, WHERE THE TALENTS, RICHES AND ENERGY OF THE STATE ARE POURED INTO MASSIVE HEAVY INDUSTRY, ARMS, MISSILES, SPUTNIKS AND OTHER MEANS OF ENHANCING POLITICAL AUTHORITY.

FOR THE REST OF THE ECONOMY, THERE MUST BE A MINIMUM OF FRILLS. THE CONSUMER CANNOT BE OFFERED TOO MUCH BY WAY OF CHOICE IN WHAT HE BUYS. WITHOUT BREAKING DOWN SOME OF THE RIGID BARRIERS IMPOSED BY

COMMUNIST DOCTRINE.

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TOMORROW: LIFE AMONG THE STUDENTS
END ADVANCE FOR WEDNESDAY PMS MOVED JUNE 25

ML846AED

A86WX

(300) NIGHT LEAD MISSILE BASES
WASHINGTON, JUNE 28 (AP)-THE DEFENSE DEPARTMENT TODAY ABANDONED PLANS TO DEFEND SEVEN U.S. STRATEGIC AIR COMMAND BASES WITH HERCULES ANTIAIRCRAFT MISSILES AND INSTEAD ASSIGNED THE MISSILES TO SEVEN METROPOLITAN AREAS.

IT ALSO DECIDED NOT TO ASSIGN HERCULES WEAPONS TO PROTECT THE ATOMIC ENERGY PLANT AT HANFORD, WASH. APPARENTLY THIS WAS BASED ON A BELIEF THAT SO LARGE AND VITAL AN INSTALLATION WOULD BE A PRIME TARGET FOR INTERCONTINENTAL BALLISTIC MISSILES, AGAINST WHICH HERCULES WOULD PROVIDE NO DEFENSE.

THE HERCULES HAS ABOUT THREE TIMES THE 25 TO 30 MILE RANGE OF THE AJAX, WHICH IT WILL REPLACE. THE HERCULES CAN BE LOADED WITH EITHER CONVENTIONAL HIGH EXPLOSIVES OR NUCLEAR CHARGES, WHEREAS THE AJAX CARRIES ONLY CONVENTIONAL HIGH EXPLOSIVES. THE ARMY COMMANDS AND MANS MISSILE BATTERIES FOR BOTH.

THE PENTAGON SAID THE RESHUFFLE IN MISSILE DEFENSE AGAINST AIRCRAFT WAS RECOMMENDED BY THE CONTINENTAL AIR DEFENSE COMMAND AND APPROVED BY THE JOINT CHIEFS OF STAFF AND THE SECRETARY OF DEFENSE.

UNDER THE PLAN, HERCULES BATTERIES NOW GUARDING ELLSWORTH AIR FORCE BASE, RAPID CITY, S.D., AND THE HANFORD PLUTONIUM CENTER WILL BE MOVED. NIKE UNITS WILL NOT BE ACTIVATED AS PLANNED AT AIR BASES AT: MALSTROM, MONT.; MINOT, N.D.; MOUNTAIN HOME, IDAHO; GLASGOW, MONT.; WALKER AT ROSWELL, N.M., AND SCHILLING AT SALINA, KAS.

THE SEVEN METROPOLITAN AREAS WHICH WILL GET HERCULES MISSILES ORIGINALLY EARMARKED FOR THE AIR BASES TO REPLACE AJAX BATTERIES ARE SAN FRANCISCO, CHICAGO, DETROIT, PHILDELPHIA, NEW YORK, LOS ANGELES AND WASHINGTON-BALTIMORE.

THE DEFENSE DEPARTMENT DID NOT EXPLAIN ITS DECISION. BUT ABANDONMENT OF THE PLAN TO PLACE AHERCULES MISSILES AT THE AIR BASES APPARENTLY STEMMED FROM A BELIEF THAT THE WARNING SYSTEM NOW BEING SET UP WILL GIVE SUFFICIENT WARNING AGAINST PLANES AND MISSILES FOR SAC TO GET ITS BOMBERS INTO TH AIR BEFORE AN ENEMY STRIKES.

SR757PED

A18WX

(500) ADVANCE FOR 530 PM EST TODAY

AMS BUDGET
BATTLEFIELD VEHICLES
BY JOHN H. AVERILL

(ADVANCE) WASHINGTON, JUNE 28 (AP)-HOUSE INVESTIGATORS TODAY MADE PUBLIC A HOTLY DISPUTED REPORT CHARGING THAT SERIOUS DEFECTS REDUCED THE USEFULNESS OF THOUSANDS OF ARMY TANKS AND OTHER COMBAT VEHICLES.

THE BLISTERING 192-PAGE REPORT--THE RESULT OF A FOUR-YEAR INVESTIGATION--WAS DRAFTED BY THE GENERAL ACCOUNTING OFFICE, THE AUDITING AGENCY OF CONGRESS.

THE GAO CHARGED, AMONG OTHER THINGS, THAT THE ARMY HAS PURCHASED NEARLY 19,000 COMBAT AND TACTICAL VEHICLES VALUED AT ABOUT \$1,600,000,000 THAT HAVE DEFICIECIES "WHICH SERIOUSLY IMPAIR THEIR OPERATION AND MAINTENANCE."

30.24-12333

CHALLENGING THIS, THE ARMY TERMED THE REPORT AS UNFAIR AND SAID IT IS STUDDED WITH INACCURACIES AND MISLEADING GENERALIZATIONS. SECRETARY OF THE ARMY WILBER M. BRUCKER ACCUSED THE GAO OF PLAYING A NUMBERS GAME AND OF RELYING ON BOOKKEEPERS AND AUDITORS TO INTERPRET TECHNICAL ENGINEERING DATA. BOTH THE REPORT AND THE ARMY DENIALS. WEREMADE PUBLIC BY A

HOUSE ARMED SERVICES SUBCOMMITTEE FOLLOWING THREE WEEKS OF CLOSED-DOOR HEARINGS.

THE SUBCOMMITTEE, FOR THE MOMENT AT LEAST, WITHHELD ANY COMMENTS OR CONCLUSIONS OF ITS OWN ON THE CHARGES.

CHAIRMAN PORTER HARDY JR. (D-VA) SAID MERELY THAT RELEASE OF THE REPORT, SENT TO CONGRESS LAST MAY 19, WAS DELAYED UNTIL THE ARMY HAD A CHANCE TO PRESENT ITS ARGUMENTS AT THE HEARINGS. ^{Since}

THE REPORT, COVERING VEHICLES PRODUCED SINCE 1952, FIRED CRITICAL BROADSIDES AT NINE DIFFERENT SERIES OF ARMY BATTLEFIELD VEHICLES--RANGING FROM HEAVY TANKS TO LIGHT WEAPONS CARRIERS.

HOWEVER, THE BRUNT OF THE CRITICISM WAS AIMED AT THE M48 AND M48A1 MEDIUM TANKS, THE FAMILY OF VEHICLES WHICH FORM THE BACKBONE OF THE ARMY'S ARMORED FORCES.

A STUDY OF MAINTENANCE RECORDS, THE GAO SAID, SHOWED THAT "BREAK-DOWNS IN THE ENGINE, TRANSMISSION AND TRACK SUSPENSION SYSTEM AREAS WERE OF SUCH A NATURE THAT THE TANKS WERE FREQUENTLY OUT OF COMMISSION DESPITE LIMITED USAGE." THE REPORT ADDED:

"AT THREE INSTALLATIONS WE SOUNF THAT FAILURES OF ALL KINDS IMPAIRING THE OPERATION AND MAINTENANCE OF THESE VEHICLES OCCURRED ON THE AVERAGE OF ONCE EACH 37 MILES OF OPERATION."

THE GAO SAID THE ARMY RUSHED INTO VOLUME PRODUCTION OF THE M48 SERIES DURING THE KOREAN WAR EMERGENCY AWARE THAT SERIOUS BUGS AND DEFICIENCIES HADN'T BEEN ORONED OUT. THE ARMY, ACCORDING TO THE REPORT, COUNTED ON CORRECTING THESE DURING PRODUCTION OR BY SUBSEQUENT MODIFICATION.

THIS HASN'T ALWAYS WORKED OUT, THE GAO SAID. ⁶⁰
"INITIAL PRODUCTION VEHICLES WERE DEFECTIVE TO SUCH AN EXTENT THAT THEY WERE NOT ACCEPTABLE EVEN FOR TRAINING PURPOSES," THE REPORT SAID.

THE ARMY, IN TESTIMONY BEFORE THE SUBCOMMITTEE, CHALLENGED THE REPORT ALMOST POINT BY POINT.

"UNFOUNDED CONCLUSIONS," SAID BRUCKER.

"NO MATTER HOW SINCERE THEY MAY HAVE INTENDED TO BE," BRUCKER SAID, "I SUBMIT THAT THE EFFORTS OF THE GAO AUDITORS WERE MISGUIDED IN ATTEMPTING TO APPRAISE QUALITIES OF ARMY VEHICLES."

HE CONTENDED THE REPORT SHOWS "THE AUDITORS HAVE BEEN LED TO A SERIES OF CONCLUSIONS WHICH CANNOT IN ANY FAIR SENSE BE SUBSTANTIATED. THEIR STATISTICS REFLECT ANYTHING FROM A MISPLACED WASHER TO THE REPLACEMENT OF A MOTOR..."

"THE AUDITORS, EVIDENTLY UNABLE TO DISTINGUISH BETWEEN MINOR AND MAJOR TYPES OF DEFICIENCIES, SIMPLY TOTALED THE ENTIRETY OF THESE ENTRIES WHICH THEY HAVE FOUND IN ARMY RECORDS AND INDULGED IN THE UNSUPPORTABLE ASSUMPTION THAT EACH ITEM REPRESENTS A SUBSTANTIAL FAILURE IN A VEHICLE."

THE NUMBER OF TANKS INVOLVED WAS NOT GIVEN. WHERE THE GAO DID REFER TO NUMBERS, ARMY CENSORS HAD DELETED THE FIGURES FROM THE REPORT. HOWEVER, THE REPORT DID SAY THAT APPROXIMATELY 1 1/4 BILLION DOLLARS WORTH OF M48 SERIES TANKS HAVE BEEN PURCHASED BY THE ARMY.

BY WAY OF COMPARISON, THE REPORT SAID THE ARMY'S INVENTORY OF COMBAT AND TACTICAL VEHICLES AS OF JUNE 30, 1958, WAS VALUED AT ABOUT FIVE BILLION DOLLARS.

SPEAKING OF THE CRITICIZED VEHICLES AS A WHOLE, THE GAO SAID: "IN OUR OPINION, THE VEHICLE DEFICIENCIES ARE ATTRIBUTABLE PRIMARILY TO THE PRACTICE OF CONTRACTING PREMATURELY FOR VOLUME PRODUCTION DESPITE IDENTIFIED SERIOUS DEFECTS FOR WHICH THERE IS NO ASSURANCE THAT EFFECTIVE CORRECTIONS CAN BE MADE."

IT ADDED THAT THE ARMY HAS SPENT MILLIONS ON MODIFICATION WORK AND THAT IN MANY INSTANCES DEFICIENCIES STILL EXIST.

IN ADDITION, THE REPORT ALLEGED THAT THE ARMY HAS CONTINUED TO PURCHASE DEFECTIVE VEHICLES WITHOUT SETTING UP AN ADEQUATE RECORDS SYSTEM TO SHOW WHAT CORRECTIVE ACTION IS NEEDED. THE GAO SAID IT COMPILED ITS REPORT AFTER CHECKING VEHICLE MAINTENANCE RECORDS AT ARMY BASES BOTH IN THIS COUNTRY AND ABROAD.

BRUCKER AND OTHER ARMY WITNESSES PARTICULARLY CHALLENGED THE GAO ALLEGATION THAT VEHICLE FAILURES AT THREE BASES OCCURRED ON THE AVERAGE OF ONCE FOR EACH 37 MILES OF OPERATION.

CITING GAO STATISTICS WHICH HE SAID WERE OBTAINED AT CAMP IRWIN, CALIF., BRUCKER SAID THE REPORT OF 1,311 FAILURES AMONG 113 VEHICLES "IS COMPLETELY MISLEADING."

AN ANALYSIS OF THE GAO DATA, HE SAID, DISCLOSED THAT "ONLY SOME 9 PER CENT OF THE FAILURES WERE OF THE DISABLING TYPE. THE REMAINING 91 PER CENT CONSISTED OF MISSING WASHERS, WORN SHOCK ABSORBERS, LOOSE BOLTS, LOW OIL PRESSURE AND SIMILAR ROUTINE MAINTENANCE WHICH ARE THE RESPONSIBILITY OF THE TANK CREW."

AND INSTEAD OF AN AVERAGE OF ONE BREAKDOWN EVERY 40 MILES AS HE SAID THE GAO ALLEGED FOR CAMP IRWIN, BRUCKER TESTIFIED THAT "THE TANKS AT THIS TOUGH TRAINING INSTALLATION OPERATED WITHOUT AN IMMOBILIZING FAILURE FOR AN AVERAGE OF OVER 1,250 MILES PER TANK."

BRUCKER AND VARIOUS ARMY GENERALS CONCEDED THAT FAULTS EXISTED IN THE M48 AND OTHER VEHICLES WHEN PRODUCTION WAS STARTED DURING THE KOREAN WAR.

BUT THEY CONTENDED THE KOREAN EMERGENCY MORE THAN JUSTIFIED A SPEEDED-UP PROGRAM BECAUSE OF WHAT THEY TERMED GLARING DEFICIENCIES IN ARMY TANK STRENGTH. FURTHERMORE, THEY ARGUED THAT, WHERE FAULTS WERE DISCOVERED, MODIFICATION WORK MADE THE VEHICLES USABLE.

LT408PED

A73WX

--U R G E N T--

DEFENSE

BY EDWIN B. HAAKINSON

WASHINGTON, JUNE 28 (AP)--A SENATE-HOUSE CONFERENCE COMMITTEE TONIGHT AGREED ON A COMPROMISE DEFENSE MONEY BILL CARRYING JUST UNDER 40 BILLION DOLLARS AND INCLUDING MOST OF THE EISENHOWER ADMINISTRATION'S MAJOR REQUESTS.

AS THE BIGGEST ANNUAL MONEY BILL GOES BACK TO THE HOUSE AND THEN THE SENATE, IT CARRIES SOME 650 MILLION DOLLARS MORE THAN PRESIDENT EISENHOWER ASKED IN JANUARY.

THE BIG BILL INCLUDES 293 MILLION DOLLARS TO BUILD ANOTHER SUPERCARRIER FOR THE NAVY; 244 MILLION TO PRODUCE BOMARC ANTI-AIRCRAFT MISSILES; AND EXTRA MILLIONS FOR NUCLEAR SUBMARINES, MILITARY SATELLITES AND OTHER HARDWARE.

HOUSE SPOKESMEN AGREED TO THE FUNDS FOR THE NEW CARRIER AND BOMARC ANTI-AIRCRAFT MISSILES--BOTH PREVIOUSLY REJECTED BY THE HOUSE. THE HOUSE DID

SO BECAUSE SENATE CONFEREES ACCEPTED A SLASH OF MORE THAN 400 MILLION IN MILITARY PROCUREMENT, FUNDS WHICH ORIGINALLY HAD BEEN RESTORED BY THE SENATE.

THIS 400 MILLION IS AN ACROSS-THE-BOARD SLASH IN ALL MILITARY PROCUREMENT. CLERKS OF THE HOUSE AND SENATE APPROPRIATIONS COMMITTEES SAID THEY MUST RECOMPUTE SCORES OF ITEMS TO DETERMINE EXACT TOTALS.

THEY SAID THE COMPROMISE BILL PROBABLY CAN BE BROUGHT UP IN THE HOUSE FOR EXPECTED APPROVAL FRIDAY.

THE 293 MILLION DOLLAR CARRIER WAS URGED BY THE ADMINISTRATION TO REPLACE WORLD WAR II VESSELS.

THE 244 MILLION FOR BOMARC MISSILES WAS ¹²³ 123 MILLION BELOW THE SENATE TOTAL, BUT CONFEREES SAID IT WOULD EQUIP PLANNED U.S. BASES AS WELL AS TWO SQUADRONS FOR CANADA. DROPPED WAS A SENATE ADDITION TO STOCK TWO PACIFIC NORTHWEST BASES.

THE COMPROMISE TOTAL IS ABOUT 650 MILLION DOLLARS MORE THAN THE HOUSE VOTED FIRST TIME AROUND. SENATE ADDITIONS WERE CUT ABOUT IN HALF.

IT ADDS 162 1/2 MILLION TO PROVIDE NEW RIFLES, TANKS AND OTHER MODERN EQUIPMENT FOR ARMY COMBAT FORCES. THE HOUSE INITIALLY VOTED TO TACK ON 37 1/2 MILLION AND THE SENATE BOOSTED THIS TO 262 MILLION ABOVE ADMINISTRATION REQUESTS.

ACCEPTED WAS 190 MILLION OF 285 MILLION THE SENATE VOTED TO SPEED DEVELOPMENT OF A B70 2,000-MILE-AN-HOUR AIRCRAFT. THIS IS ON TOP OF 85 MILLION ASKED BY THE ADMINISTRATION AND VOTED BY THE HOUSE.

HOUSE CONFEREES ALSO WON ACCEPTANCE OF ANOTHER 100 MILLION WHICH COULD BE USED TO STEP UP THE B70 PROGRAM OR TO BUY JET INTERCEPTOR AIRCRAFT.

THE COMPROMISE INCLUDES 170 MILLION TO PREPARE FOR AN AIRBORNE ALERT OF STRATEGIC AIR COMMAND BOMBERS. THIS IS DOUBLE THE AMOUNT ASKED BY THE ADMINISTRATION.

IN ADDITION, THE BILL CARRIES AUTHORITY FOR THE PRESIDENT TO SPEND ANY AVAILABLE DEFENSE FUNDS FOR SUCH AN ALERT IF HE DEEMS THIS IS NECESSARY TO PREVENT DESTRUCTION OF NUCLEAR BOMBERS ON THE GROUND BY SURPRISE ATTACK.

FOR MODERNIZATION OF MILITARY AIRLIFT ¹⁹⁶⁰ THE COMPROMISE CARRIES 200 MILLION ABOVE BUDGET REQUESTS. THIS IS 50 MILLION UNDER THE HOUSE TOTAL.

THE CONFERENCE ACCEPTED AN 84-MILLION-DOLLAR INCREASE VOTED BY THE SENATE FOR PUSHING WORK ON MILITARY SATELLITES, INCLUDING THE SAMOS RECONNAISSANCE PROJECT DESIGNED TO MAKE DETAILED PHOTOGRAPHS ANYWHERE IN THE WORLD OF MISSILE AND OTHER SITES AND RELAY THEM BACK TO GROUND STATIONS.

ON TOP OF THIS, A SPECIAL 150-MILLION-DOLLAR FUND MAY BE USED TO QUICKEN DEVELOPMENT OF MISSILES OR SATELLITES IF THERE IS A SCIENTIFIC BREAKTHROUGH TO JUSTIFY THE EXPENDITURE.

ELIMINATED FROM THE BILL WAS 40 MILLION THE SENATE HAD ADDED TO EXPAND THE MARINE CORPS FROM ITS PRESENT 175,000 MEN AND OFFICERS TO 20,000.

ALSO STRICKEN WAS SENSE LANGUAGE ORDERING THAT THE ARMY RESERVE BE HELD AT ITS PRESENT STRENGTH OF 300,000. A MANDATORY CEILING FOR THE ARMY NATIONAL GUARD AT 400,000 WAS RETAINED.

BOTH THE SENATE AND HOUSE APPROVED INCREASES OF MORE THAN 105 MILLION TO PREVENT A 10 PER CENT CUTBACK IN MANPOWER RECOMMENDED BY THE PENTAGON.

HOUSE CUTBACKS IN COMMUNICATIONS, TRAVEL, PROFICIENCY FLYING AND ADMINISTRATIVE FUNDS FOR ALL THE ARMED SERVICES WERE PARTIALLY RESTORED, BUT SOMEWHAT BELOW LEVELS APPROVED BY THE SENATE.

EG&SR747PED

A25WX

(450) AMS BUDGET

BY FRED S. HOFFMAN NIGHT LEAD FULBRIGHT - U2

WASHINGTON, JUNE 28 (AP)—THE CHAIRMAN OF THE SENATE FOREIGN RELATIONS COMMITTEE DECLARED TODAY AN "UNFORTUNATE SERIES OF BLUNDERS" BY THE EISENHOWER ADMINISTRATION IN THE U2 SPY PLANE EPISODE CAUSED A WORLDWIDE LOSS OF CONFIDENCE IN THE UNITED STATES.

"LACK OF CONFIDENCE LEADS TO NEUTRALISM AND I DARESAY THIS WAS A CONTRIBUTING FACTOR TO THE RIOTS IN JAPAN PROTESTING OUR NEW TREATY," SAID SEN. J. WILLIAM FULBRIGHT (D-ARK).

AS A RESULT OF "BUMBLING AND FUMBLING" IN HANDLING THE U2 MATTER, HE SAID, U.S. PRESTIGE HAS PLUMMETED TO A NEW LOW.

FULBRIGHT'S PREPARED SPEECH WAS IN CONNECTION WITH FORMAL SUBMISSION OF HIS COMMITTEE'S REPORT ON A CLOSED-DOOR INVESTIGATION OF THE U2 INCIDENT, THE ROCK ON WHICH THE SUMMIT TALKS FOUNDERED IN MID-MAY.

THE COMMITTEE, WITH ONLY MINOR DISSENTS, FOUND THE ADMINISTRATION HAD MISHANDLED THE SPY PLANE MATTER. BUT THE REPORT'S WORDS WERE MUCH LESS HARSH THAN THOSE FULBRIGHT USED TODAY.

WHEN FULBRIGHT SAT DOWN, SEN. ALEXANDER WILEY OF WISCONSIN, SENIOR REPUBLICAN ON THE FOREIGN RELATIONS COMMITTEE, ANNOUNCED HE WILL REPLY FORMALLY WITHIN THE NEXT FEW DAYS.

BUT MEANTIME HE STRUCK BACK AT FULBRIGHT'S CONTENTION THAT THE SPY PLANE OPERATIONS SHOULD HAVE BEEN SUSPENDED BEFORE THE SUMMIT.

WILEY SAID THAT SINCE AMERICAN DEFENSE WAS INVOLVED IN THE ESPIONAGE FLIGHT, FULBRIGHT "MISSES THE POINT WHEN ONE BOMB COULD DESTROY NEW YORK CITY."

"IN THIS AGE OF NUCLEAR WEAPONS, THE FIRST LAW OF HUMAN NATURE APPLIES TO SELF-DEFENSE," WILEY DECLARED.

SENATE REPUBLICAN LEADER EVERETT M. DIRKSEN OF ILLINOIS SAID EVENTS AT THE SUMMIT CONFERENCE AND IN TOKYO "WILL FORGE GREATER STRENGTH IN SOME OF THE LESS STRONG LINKS OF THE CHAINS THAT BIND US AS THE WORLD'S GREATEST NATION UNDER ANY STANDARDS."

IN A SPEECH PREPARED FOR THE PAN-LACONIAN FEDERATION OF AMERICA, DIRKSEN DISPUTED ARGUMENTS THAT THE SUMMIT COLLAPSE AND THE WITHDRAWAL OF THE INVITATION TO VISIT JAPAN HURT PRESIDENT EISENHOWER'S WORLD STANDING.

FULBRIGHT RESTATED MANY OF THE STRONGLY PHRASED CRITICISMS HE HAS HURLED AT THE ADMINISTRATION SINCE THE SUMMIT COLLAPSE, CHIEFLY THAT "THE GRAVEST MISTAKE WAS MADE WHEN THE PRESIDENT ASSUMED RESPONSIBILITY FOR THE FLIGHT."

WHILE SAYING THAT "OF COURSE" SOVIET PREMIER NIKITA S. KHRUSHCHEV WRECKED THE SUMMIT CONFERENCE, FULBRIGHT SAID ASSUMPTION BY THE WHITE HOUSE AND STATE DEPARTMENT OF A "SELF-RIGHTEOUS ATTITUDE" IN THE SPY PLANE OPERATION PUT KHRUSHCHEV IN A "QUITE UNACCEPTABLE POSITION."

"ONE MIGHT EVEN . . . SAY THAT WE FORCED KHRUSHCHEV TO WRECK THE CONFERENCE BY OUR OWN INEPTNESS," THE FOREIGN RELATIONS COMMITTEE CHAIRMAN TOLD THE SENATE.

FULBRIGHT NOTED THAT BOTH SECRETARY OF STATE CHRISTIAN A. HERIER AND SECRETARY OF DEFENSE THOMAS S. GATES JR. AGREED THE SPY PLANE, DOWNED DEEP INSIDE RUSSIA ON MAY 1, WAS THE TOOL KHRUSHCHEV USED TO WRECK THE BIG POWER TALKS IN PARIS.

"THIS IS NOT ESSENTIALLY DIFFERENT FROM SAYING HE USED IT AS A CROWBAR AND SLEDGEHAMMER," FULBRIGHT SAID CAUSTICALLY.

THIS WAS AN OBVIOUS JAB AT REPUBLICANS WHO CRIED APPEASEMENT WHEN ADLAI E. STEVENSON USED THE "CROWBAR AND SLEDGEHAMMER" FIGURE OF SPEECH THREE DAYS AFTER THE SUMMIT BLEW SKY HIGH.

STEVENSON--HIS PARTY'S PRESIDENTIAL CANDIDATE IN 1952 AND 1956--TOLD A COOK COUNTY, ILL., DEMOCRATIC PARTY DINNER ON MAY 19:

"WE HANDED KHRUSHCHEV THE CROWBAR AND SLEDGEHAMMER TO WRECK

30.24-12335

THE MEETING. "WITHOUT OUR SERIES OF BLUNDERS, MR. KHRUSHCHEV WOULD NOT HAVE HAD A PRETEXT FOR MAKING HIS IMPOSSIBLE DEMAND AND WILD CHARGES."

JC353PED

B25WX

(400) NIGHT LEAD POLICY

BY STERLING F. GREEN

WASHINGTON, JUNE 28 (AP)—EDITOR-PUBLISHER HENRY R. LUCE PROPOSED TODAY THAT THE UNITED STATES MAKE FORMAL DECLARATION--PERHAPS BY SENATE RESOLUTION--THAT WINNING THE COLD WAR IS THE NATION'S URGENT GOAL.

LUCE TOLD THE SENATE SUBCOMMITTEE ON NATIONAL POLICY MACHINERY HE DOES NOT CONSIDER PEACEFUL COEXISTENCE POSSIBLE WITH RUSSIA AND RED CHINA.

THIS COUNTRY SHOULD MAKE THE DECISION TO WIN THE COLD WAR AS SOON AS POSSIBLE WITH THE FULL REALIZATION, LUCE SAID THAT IT IS RUNNING AN ENORMOUS RISK--THE POSSIBILITY THAT A LOSING RUSSIA MIGHT PRECIPITATE A HOT WAR.

THE EDITOR-IN-CHIEF OF TIME, LIFE AND FORTUNE MAGAZINES SPOKE OUT FOR A LARGER DEFENSE APPROPRIATION, A MAJOR FEDERAL FALLOUT SHELTER PROGRAM, AND AN AMERICAN DIPLOMATIC DRIVE TO EXTEND THE RULE OF LAW IN INTERNATIONAL AFFAIRS.

1960
APPEARING BEFORE A SENATE NATIONAL POLICY SUBCOMMITTEE, LUCE SAID THE ACCEPTANCE OF THIS GOAL INVOLVES MAKING A CLEAR DECISION TO WIN THE COLD WAR--A DECISION, HE SAID, THAT INVOLVES ENORMOUS RISKS.

"THE NEARER WE COME TO WINNING THE COLD WAR, THE GREATER THE RISK OF HOT WAR," TESTIFIED LUCE, EDITOR-IN-CHIEF OF TIME, LIFE AND FORTUNE MAGAZINES.

"SO LONG AS WE ARE ONLY HALF-HEARTED ABOUT THE COLD WAR, THERE IS NO REASON WHY SOVIET COMMUNISM SHOULD TURN TO TOTAL WAR.

"BUT WHEN THEY SEE THEY ARE LOSING THE COLD WAR, THEN SOVIET COMMUNISM MAY FACE THE CHOICE OF WAR OR DISINTEGRATION."

"IN ANY CASE, WE MUST BE PREPARED FOR TOTAL WAR."

THE NATION IS NOT NOW SO PREPARED, LUCE TOLD THE COMMITTEE HEADED BY SEN. HENRY M. JACKSON (D-WASH). THE GROUP IS EXPLORING THE GOVERNMENT'S MACHINERY FOR BUILDING AND MAINTAINING NATIONAL SECURITY.

SINCE IT IS CLEAR THAT AMERICA WILL RECEIVE, NOT DELIVER THE FIRST BLOW IN A NUCLEAR WAR, LUCE SAID, IT IS "SHOCKING" THAT THE FEDERAL GOVERNMENT IS TAKING NO STEPS TO BUILD SHELTERS OR TAKE OTHER MEASURES TO PREVENT THE LOSS OF PERHAPS 50 MILLION LIVES IN AN ATOMIC ASSAULT.

LUCE SAID SUCH A CASUALTY TOLL COULD MEAN THE DISAPPEARANCE OF THE UNITED STATES AS A NATION.

A MINIMUM VICTORY IN THE COLD WAR, HE TESTIFIED, WOULD BE TO REDUCE THE THREAT OF COMMUNISM--"TO SEVER THE STATE POWER OF RUSSIA AND RED CHINA FROM THE MISSION OF THEIR PRESENT COMMUNIST RULERS TO COMMUNIZE THE WORLD."

LUCE LIKENED THIS OBJECTIVE TO ABRAHAM LINCOLN'S WORDS ON SLAVERY: "COMMUNISM MUST BE SO STOPPED FROM SPREADING THAT MEN CAN CONFIDENTLY FORESEE ITS WITHERING AWAY."

THE NATIONAL PURPOSE MUST BE TO PROMOTE "BY EVERY HONEST MEANS, THE ESTABLISHMENT OF CONSTITUTIONAL GOVERNMENTS--THAT IS, GOVERNMENTS WHICH RESPOND TO MAN'S DREAM OF FREEDOM BY GIVING THEM FREEDOM UNDER LAW," LUCE SAID.

ONE IMMEDIATE APPROACH TOWARD DEVELOPING CONSTITUTIONAL GOVERNMENT IN "DOZENS OF COUNTRIES," LUCE WENT ON, IS TO ADVANCE THE RULE OF LAW IN INTERNATIONAL AFFAIRS AND THUS BIND MORE AND MORE NATIONS TO A

FRAMEWORK OF LAW.

A FIRST STEP, HE SAID, WOULD BE TO REPEAL THE CONNALLY AMENDMENT GIVING THE UNITED STATES THE RIGHT TO VETO WORLD COURT JURISDICTION IF THIS COUNTRY DEEMS AN ISSUE INTRUDES ON A DOMESTIC PROBLEM.

THIS COUNTRY DEEMS AN ISSUE INTRUDES ON A DOMESTIC PROBLEM.

LUCE SAID HE HOPED AND ASSUMED THE CONNALLY RESERVATION WOULD BE REPEALED AT THE NEXT SESSION OF CONGRESS AND THAT THE NEXT PRESIDENT WOULD MAKE THE ADVANCEMENT OF THE RULE OF LAW "HIS MAJOR THEME AND INSISTENT PURPOSE."

"OUR NATIONAL PURPOSE MUST BE TO PROMOTE, BY EVERY HONEST MEANS, THE ESTABLISHMENT OF CONSTITUTIONAL GOVERNMENTS--THAT IS, GOVERNMENTS WHICH RESPOND TO MAN'S DREAM OF FREEDOM BY GIVING THEM FREEDOM UNDER LAW," LUCE TESTIFIED.

"BY OUR SUCCESSFUL PROGRESS TOWARD THIS GOAL WE SHALL WIN THE COLD WAR," HE PREDICTED.

SEN. HENRY M. JACKSON (D-WASH), CHAIRMAN OF THE INVESTIGATIVE BODY, ASKED LUCE WHETHER HE APPROVED THE SENATE'S ACTION LAST WEEK IN BOOSTING THE DEFENSE APPROPRIATION BILL BY ABOUT A BILLION DOLLARS.

LUCE REPLIED HE DID APPROVE, BUT: "I WISH IT WERE TWO BILLIONS."

THE COUNTRY NEEDS BETTER PREPAREDNESS FOR FIGHTING BRUSH FIRE WARS, AS WELL AS GREATER DETERRENT STRENGTH IN MISSILES, PLANES AND OTHER MAJOR WEAPON SYSTEMS, HE TESTIFIED.

THE EDITOR-PUBLISHER SAID HE WOULD DEFINE A COLD WAR VICTORY AS NOT NECESSARILY ONE WHICH WOULD OVERTHROW COMMUNIST REGIMES OR DAMAGE THE ECONOMIC WELLBEING OF PEOPLE IN COMMUNIST COUNTRIES. VICTORY MIGHT BE DEFINED, HE SAID, IN WORDS PARAPHRASING THOSE ABRAHAM LINCOLN USED ON SLAVERY:

"COMMUNISM MUST BE SO STOPPED FROM SPREADING THAT MEN CAN CONFIDENTLY FORESEE ITS WITHERING AWAY."

SUCH A WEAKENING OF THE COMMUNIST DRIVE, LUCE ADDED, MIGHT BRING INTERNAL CHANGES IN COMMUNIST NATIONS.

EVEN WITH THIS LIMITED AIM, LUCE WENT ON, AN AMERICAN DECISION TO WIN THE COLD WAR, PURSUED WITH GREATER URGENCY THAN IS BEING SHOWN TODAY, INVOLVES "THE GREATEST FORESEEABLE RISK OF TOTAL WAR."

HE EXPLAINED:

"SO LONG AS WE ARE ONLY HALFHEARTED ABOUT THE COLD WAR THERE IS NO REASON WHY SOVIET COMMUNISM SHOULD TURN TO TOTAL WAR."

"BUT WHEN THEY SEE THEY ARE LOSING THE COLD WAR, THEN SOVIET COMMUNISM MAY FACE THE CHOICE OF WAR OR DISINTEGRATION."

THIS COUNTRY MUST BE PREPARED FOR TOTAL WAR IN ANY CASE, LUCE SAID. THE SUBCOMMITTEE ANNOUNCED THAT GOV. NELSON A. ROCKEFELLER OF NEW YORK WILL APPEAR ON FRIDAY.

BU4EG527PED

A36WX

(660) PMS BUDGET

EISENHOWER-FOREIGN

BY JOHN M. HIGHTOWER

WASHINGTON, JUNE 28 (AP)--PRESIDENT EISENHOWER, REJECTING ALL CRITICISM OF HIS VENTURES IN PERSONAL DIPLOMACY, HELD THE WAY OPEN TODAY FOR ANOTHER GOODWILL TRIP ABROAD SHOULD HE DEEM IT NECESSARY TO PROMOTE FREE WORLD UNITY.

"I WOULD NOT HESITATE A SECOND" TO MAKE ANOTHER TOUR UNDER SUCH CIRCUMSTANCES, HE SAID.

THE CHANCE THAT HE WILL ACTUALLY EMBARK ON A NEW JOURNEY DURING HIS LAST SEVEN MONTHS IN OFFICE IS SLIGHT, EISENHOWER INDICATED LAST NIGHT. BUT HIS DECLARATION OF READINESS TO GO SUMMED UP DRAMATICALLY HIS ARGUMENT THAT PREVIOUS TRAVELS HAVE GREATLY STRENGTHENED FREE WORLD TIES AND SERVED "TO OBSTRUCT COMMUNIST IMPERIALISM."

IN A HALF-HOUR TELEVISION ADDRESS TO THE NATION LAST NIGHT, THE PRESIDENT SAID THE CANCELLATION OF HIS SCHEDULED VISIT TO JAPAN 10 DAYS AGO STEMMED FROM COMMUNIST-INSPIRED DISORDERS IN TOKYO.

BUT HE SAID HIS INABILITY TO GO HAD BEEN FAR OUT-WEIGHED IN IMPORTANCE BY JAPAN'S SUBSEQUENT RATIFICATION OF A NEW SECURITY PACT WITH THE UNITED STATES. HE CALLED THAT A "SIGNAL DEFEAT FOR INTERNATIONAL COMMUNISM," AND "AN IMPORTANT VICTORY FOR THE FREE WORLD."

AS FOR THE TOKYO RIOTS WHICH PREVENTED HIS TOKYO VISIT TO JAPAN, HE COMMENTED THAT "THESE DISORDERS WERE NOT OCCASIONED BY AMERICA," AND ADDED:

"WE IN THE UNITED STATES MUST NOT FALL INTO THE ERROR OF BLAMING OURSELVES FOR WHAT THE COMMUNISTS DO; AFTER ALL, COMMUNISTS WILL ACT LIKE COMMUNISTS."

CONGRESSIONAL COMMENT ON THE SPEECH INDICATED A GENERAL SATISFACTION THAT TOURS BY HEADS OF STATE ARE WANING. BUT WHILE REPUBLICANS ACCEPTED EISENHOWER'S STATEMENT THAT BIG GAINS HAD BEEN MADE BY SUCH TOURS, DEMOCRATS LIMITED THEMSELVES TO EXPRESSION OF HOPE THAT WAS TRUE.

CHAIRMAN J. WILLIAM FULBRIGHT (D-ARK) OF THE FOREIGN RELATIONS COMMITTEE SAID THAT "THE PRESIDENT'S DECISION NOT TO MAKE ANY MORE TRIPS IS A SOUND ONE."

BUT SEN. JOHN SPARKMAN (D-ALA), WHILE WELCOMING MORE EMPHASIS ON ESTABLISHED DIPLOMATIC CHANNELS, COMMENTED THAT "WE MUST ADMIRE THE PRESIDENT'S WILLINGNESS TO MAKE ANOTHER TRIP IF HE FELT IT WOULD DO ANY GOOD."

SEN. EVERETT M. DIRKSEN OF ILLINOIS, THE SENATE REPUBLICAN LEADER, CALLED EISENHOWER'S SPEECH "AN ADEQUATE ANSWER" TO CRITICS OF THE LATEST TRIP, AND SEN. ALEXANDER WILEY (R-WIS) SAID THE SPEECH WAS "VERY GOOD--IT EXPRESSES THE AMERICAN VIEWPOINT."

FROM SEN. LYNDON B. JOHNSON OF TEXAS, THE SENATE DEMOCRATIC LEADER, CAME THE COMMENT THAT "I HOPE AND PRAY THAT HE IS RIGHT REGARDING THE BENEFICIAL EFFECTS, AND I ALSO HOPE THEY OUTWEIGH WHATEVER LOSSES WE HAVE SUSTAINED."

EISENHOWER ACCUSED THE SOVIET AND CHINESE RED LEADERS OF BEING ENGAGED IN "A DELIBERATE ATTEMPT TO SPLIT THE FREE WORLD, CAUSING FRICTION BETWEEN ALLIES AND FRIENDS."

"WE MUST NOT FALL INTO THIS TRAP," HE ASSERTED. "ALL OF US MUST REMAIN FIRM AND STEADFAST IN OUR UNITED DEDICATION TO FREEDOM, AND TO PEACE WITH JUSTICE."

"ABOVE ALL WE MUST BEAR IN MIND THAT SUCCESSFUL IMPLICATION OF ANY POLICY AGAINST COMMUNIST IMPERIALISM REQUIRES THAT WE NEVER BE BLUFFED, CAJOLED, BLINDED OR FRIGHTENED."

"WE CANNOT WIN OUT AGAINST THE COMMUNIST PURPOSE TO DOMINATE THE WORLD BY BEING TIMID, PASSIVE, OR APOLOGETIC, WHEN WE ARE ACTING IN OUR OWN AND THE FREE WORLD'S INTEREST. WE MUST ACCEPT THE RISKS OF BOLD ACTIONS WITH COOLNESS AND COURAGE."

SECRETARY OF STATE CHRISTIAN A. HERTER ALREADY HAS SAID THAT EISENHOWER PLANS NO FURTHER GOODWILL MISSIONS DURING THE REMAINDER OF HIS TERM.

EISENHOWER HIMSELF AFFIRMED LAST NIGHT THAT "I HAVE NO PLANS, NO OTHER PARTICULAR TRIP IN MIND." HE ALSO SAID THAT CONSIDERING THE SHORT PERIOD UNTIL HE LEAVES OFFICE IN JANUARY AND "THE UNAVOIDABLE PREOCCUPATIONS OF THE FEW MONTHS REMAINING" IT WOULD BE DIFFICULT FOR HIM TO ACCEPT ANY NEW INVITATIONS TO GO ABROAD.

BUT THEN, AS IF REPLYING TO THOSE WHO HAVE CRITICIZED HIS PERSONAL MISSIONS AND PARTICULARLY THE FAILURE OF HIS JAPANESE PLAN, HE SAID:

"SO LONG AS THE THREAT OF COMMUNIST DOMINATION MAY HANG OVER THE FREE WORLD, I BELIEVE THAT ANY FUTURE PRESIDENT WILL CONCLUDE THAT RECIPROCAL VISITS BY HEADS OF FRIENDLY GOVERNMENTS HAVE GREAT VALUE IN PROMOTING FREE WORLD SOLIDARITY."

"AND THIS I ASSURE. IF ANY UNFORESEEN SITUATIONS OR CIRCUMSTANCES ARISING IN THE NEAR FUTURE SHOULD CONVINCE ME THAT ANOTHER JOURNEY OF

MINE WOULD STILL FURTHER STRENGTHEN THE BONDS OF FRIENDSHIP BETWEEN US AND OTHERS, I WOULD NOT HESITATE A SECOND IN DECIDING TO MAKE STILL AN ADDITIONAL EFFORT OF THIS KIND."

EISENHOWER SAID THAT AS A RESULT OF HIS FAR EASTERN TRIP "AMERICAN RELATIONS WITH THE PHILIPPINES, TAIWAN, KOREA AND OKINAWA HAVE BEEN STRENGTHENED." HE VISITED ALL THOSE PLACES AS WELL AS THE NEW STATES OF ALASKA AND HAWAII.

HE REFERRED BRIEFLY IN HIS SPEECH TO THE SOVIET ACTION YESTERDAY IN WALKING OUT OF THE 10-NATION DISARMAMENT CONFERENCE AT GENEVA. HE CALLED THIS A "REGRETTABLE ACTION" BUT SAID THE UNITED STATES IS READY AT ANY TIME "TO SIT AT THE CONFERENCE TABLE TO DISCUSS SPECIFIC PROBLEMS WITH ANYONE WHO WOULD SHOW AN EQUAL READINESS TO NEGOTIATE HONESTLY AND IN GOOD FAITH."

MEANWHILE, HE SAID THE UNITED STATES HAS MADE IT CLEAR THAT "UNTIL REAL PROGRESS TOWARD MUTUAL DISARMAMENT WOULD BE ACHIEVED, OUR FIRST CONCERN WOULD BE TO KEEP OUR OWN DEFENSES STRONG, MODERN AND ALERT."

THE PRESIDENT DID NOT LIMIT HIS DEFENSE OF TOP LEVEL PERSONAL DIPLOMACY TO GOODWILL MISSIONS SUCH AS THOSE WHICH DURING THE LAST TEN MONTHS HAVE TAKEN HIM TO 27 NATIONS OVER THE WORLD WITH POPULATIONS TOTALING MORE THAN A BILLION PEOPLE.

HE SAID HE BELIEVES THAT GOVERNMENT HEADS CAN MEET OCCASIONALLY AND INFORMALLY FOR PROFITABLE CONVERSATIONS ON BROAD PROBLEMS AND PRINCIPLES IN ADDITION THEY CAN ALSO "CONVENE TO GIVE SOLEMN APPROVAL TO AGREEMENTS PREVIOUSLY PREPARED BY NORMAL DIPLOMATIC METHODS."

IN THOSE REFERENCES EISENHOWER APPEARED TO HAVE EAST-WEST SUMMIT CONFERENCES IN MIND. BUT HE SAID THAT SUMMIT MEETINGS ARE NOT "EFFECTIVE MECHANISMS FOR DEVELOPING DETAILED PROVISIONS OF INTERNATIONAL COMPACTS AND HAVE NEVER BEEN SO CONSIDERED BY THIS GOVERNMENT."

AS TO GOODWILL MISSIONS, EISENHOWER SAID THEY "CAN FREQUENTLY BRING ABOUT FAVORABLE RESULTS FAR TRANSCENDING" HOPE OF NORMAL DIPLOMATIC CONFERENCES. . . . THEY HAVE PROVED EFFECTIVE IN BRINGING CLOSER TOGETHER NATIONS THAT RESPECT HUMAN DIGNITY AND ARE DEDICATED TO FREEDOM.

"INDEED IT SEEMS APPARENT THAT THE COMMUNISTS, SOME TIME AGO, REACHED THE CONCLUSION THAT THESE VISITS WERE OF SUCH POSITIVE VALUE TO THE FREE WORLD AS TO OBSTRUCT COMMUNIST IMPERIALISM. THUS THEY HAVE SOUGHT EVERY POSSIBLE METHOD TO STOP THEM."

JA853AED

1960

A54WX (OP TOP) (CX FW)

(150) PMS BUDGET

OPTIONAL LEAD EISENHOWER-FOREIGN

BY JOHN M. HIGHTOWER

WASHINGTON, JUNE 28 (AP)-MEMBERS OF CONGRESS INDICATED GENERAL SATISFACTION TODAY OVER THE LIKELY END OF FOREIGN TOURS BY PRESIDENT EISENHOWER AND THE Waning OF THE ERA OF PERSONAL DIPLOMACY.

THE PRESIDENT NOTED LAST NIGHT THAT THE CHANCE OF HIS EMBARKING ON A NEW JOURNEY DURING HIS LAST SEVEN MONTHS IN OFFICE WAS SLIGHT.

BUT HE REJECTED ALL CRITICISM OF HIS VENTURES IN PERSONAL DIPLOMACY AND SAID "I WOULD NOT HESITATE A SECOND" TO MAKE ANOTHER TOUR IF HE THOUGHT IT NECESSARY TO PROMOTE FREE WORLD UNITY.

THIS DECLARATION SUMMED UP DRAMATICALLY HIS ARGUMENT THAT PREVIOUS TRAVELS HAVE GREATLY STRENGTHENED FREE WORLD TIES AND SERVED "TO OBSTRUCT COMMUNIST IMPERIALISM."

CONGRESSMEN SPLIT ON THEIR REACTION TO THIS ARGUMENT. WHILE REPUBLICANS ACCEPTED EISENHOWER'S STATEMENT THAT BIG GAINS HAD BEEN MADE BY SUCH TOURS, DEMOCRATS LIMITED THEMSELVES TO EXPRESSION OF HOPE THAT WAS TRUE.

30.24-12337

IN A HALF-HOUR, PICKING UP 4TH GRAF A36 AND ELIMINATING 8TH GRAF BEGINNING, "CONGRESSIONAL COMMENT X X X WAS TRUE."

--- (TELEGRAPH EDITORS: THE PRECEDING OPTIONAL LEAD WAS FILED FOR PAPERS DESIRING AN APPROACH PEGGED TO CONGRESSIONAL REACTION RATHER THAN TO THE EISENHOWER SPEECH).

CR557AED

A63

(300)

BY RENE-GEORGES INAGAKI

T960
TOKYO, JUNE 28 (AP)-A NEW STUDENT DEMONSTRATION AGAINST THE U.S.-JAPAN SECURITY TREATY AND PRIME MINISTER NOBUSUKE KISHI'S CONSERVATIVE PARTY FLOPPED RESOUNDINGLY TODAY.

A WING OF THE RADICAL ZENGAKUREN STUDENTS FEDERATION ANNOUNCED 30,000 WOULD DEMONSTRATE; ONLY 200 SHOWED UP AT THE PARLIAMENT BUILDING.

ANOTHER ZENGAKUREN FACTION WHICH PLANNED A SEPARATE RALLY BY 10,000 CANCELLED ITS DEMONSTRATION.

THE FIZZLE WAS AN INDICATION OF GENERAL CALMING OF TEMPER SINCCE THE TREATY BECAME EFFECTIVE JUNE 22 AND KISHI PROMISED TO RESIGN. THE HANDFUL OF DEMONSTRATORS TODAY SWITCHED THEIR SIGHTS FROM KISHI AND CARRIED PLACARDS READING "DON'T ALLOW FORMATION OF A REACTIONARY IKEDA CABINET." HAYATO IKEDA, MINISTER OF INTERNATIONAL TRADE AND INDUSTRY IN KISHI'S PRESENT CABINET, IS GIVEN THE BEST CHANCE OF SUCCEEDING KISHI.

ANOTHER TEST WILL COME JULY 2, WHEN THE "PEOPLE'S COUNCIL OPPOSING REVISION OF THE SECURITY TREATY" PLANS A RALLY OF 300,000 IN TOKYO AGAINST THE TREATY. THE COUNCIL INCLUDES SOCIALISTS, COMMUNISTS, ZENGAKUREN LEADERS AND LEADERS OF THE LEFTIST SOHYO FEDERATION OF LABOR UNIONS.

POLICE MEANWHILE ARRESTED A MEMBER OF THE COMMUNIST PARTY AND THREE LABOR UNION MEMBERS FOR THEIR PART IN THE MOBBING OF WHITE HOUSE PRESS SECRETARY JAMES C. HAGERTY'S CAR JUNE 10.

WARRANTS WERE ALSO PUT OUT FOR THE ARREST OF 12 OTHERS INVOLVED IN THE HAGERTY INCIDENT.

POLICE ALSO ARRESTED THREE LEADERS OF THE ZENGAKUREN AND AN EXTREME RIGHTIST FOR THEIR PARTICIPATION IN THE BLOODY JUNE 15 CLASH WITH POLICE IN FRONT OF PARLIAMENT, IN WHICH A GIRL STUDENT WAS KILLED AND MORE THAN 1,000 PERSONS WERE INJURED.

THEY WILL BE CHARGED WITH USE OF VIOLENCE, TRESPASSING AND INTERFERENCE WITH POLICE IN THE EXERCISE OF THEIR OFFICIAL DUTIES.

THE TOKYO DISTRICT COURT MEANWHILE REQUESTED A 10-DAY EXTENSION OF THE PERIOD POLICE CAN HOLD 14 OTHER STUDENTS UNDER INVESTIGATION IN CONNECTION WITH THE PARLIAMENT BATTLE.

FIFTY-ONE OTHER STUDENTS WERE RELEASED.

TB640AED

A164 (AGYS & RADIO OUT) (600)

AP FOREIGN SERVICE ADVANCE FOR JMS WEDNESDAY, JUNE 29

--- JAPAN AT THE CROSSROADS--NO. 2

--- EDITOR'S NOTE--JAPAN TODAY IS AT A CROSSROADS OF DECISION, WITH LEFTIST AND CONSERVATIVE FORCES VYING FOR DOMINANCE. THIS IS THE SECOND OF FOUR ARTICLES IN WHICH EXPERIENCED ASSOCIATED PRESS CORRESPONDENTS IN TOKYO APPRAISE THE SITUATION.
BY NATE POLOWETZKY

(ADVANCE) TOKYO, JUNE 28 (AP)--"DON'T WRITE JAPAN OFF TOO SOON," SAID THE AMERICAN, A LONG TIME RESIDENT HERE. "THEY ARE NOT EAGER TO GO COMMUNIST AND WILL FIGHT ANY EFFORT TO MAKE THEM DO SO. THE FREE WORLD CAN STILL COUNT ON THEM."

A SERIES OF MASSIVE LEFT WING DEMONSTRATIONS AIMED AT CUTTING JAPAN'S TIES WITH THE UNITED STATES HAVE PLACED A BIG QUESTION MARK OVER THIS NATION'S FUTURE ALIGNMENT IN THE EAST-WEST COLD WAR. THE FUTURE STABILITY OF ASIA'S MOST INDUSTRIALIZED NATION HAS COME INTO DOUBT.

FUNDAMENTALLY, JAPAN WOULD PROBABLY LIKE TO BE COMPLETELY NEUTRAL, FREE TO DO AS SHE WISHES, FREE TO MOLD HER OWN DESTINY AS SHE SEES FIT IN A WORLD WITHOUT TENSIONS DEMANDING LOYALTIES.

TODAY THERE ARE TREMENDOUS LEFTWING PRESSURES TUGGING AT JAPAN TO JOIN THE COMMUNIST BLOC--AND POWERFUL INFLUENCES WORKING TO KEEP JAPAN IN PARTNERSHIP WITH THE WEST, ESPECIALLY THE UNITED STATES.

THE MOST IMPORTANT OF THESE LATTER FORCES IS THE HARD-HEADED, PRACTICAL ONE OF THE CASH REGISTER, BASED ON THE OVERRIDING CONCEPT THAT JAPAN MUST TRADE TO LIVE.

JAPANESE TRANSISTORS, RADIOS, TEXTILES, AUTOS, ROLLING STOCK, STEEL, SILVER, TABLEWARE, AND COUNTLESS OTHER PRODUCTS HAVE CHALKED UP RECORD SALES IN THE UNITED STATES, JAPAN'S NO. 1 CUSTOMER. THE NATION'S UNPRECEDENTED PROSPERITY IS BASED, IN GREATEST MEASURE, ON THESE SALES.

JAPANESE BUSINESS CIRCLES, BIG AND SMALL, AND MILLIONS OF WORKERS ARE KEENLY AWARE OF THIS.

INFLUENTIAL BUSINESS CIRCLES BROUGHT PRESSURE ON PRIME MINISTER KISHI TO ANNOUNCE HIS INTENTION TO RESIGN BECAUSE THEY FELT HIS PRESENCE IN OFFICE WAS AN EXCUSE FOR CONTINUED LEFTWING DEMONSTRATIONS WITH ATTENDANT DETERIORATION OF U.S.-JAPAN RELATIONS.

THEY WERE TERRIFIED BY THE THOUGHT OF A BOYCOTT OF JAPANESE GOODS GROWING OUT OF THE DEMONSTRATIONS OR OF RETALIATORY MOVES IN THE U.S. CONGRESS.

THESE SAME BUSINESSMEN WOULD LIKE TO TRADE WITH COMMUNIST CHINA BUT THERE HAVE BEEN FEW VOICES RAISED FOR POLITICAL RECOGNITION OF PEIPING. THE POSSIBILITIES OF TRADE WITH RED CHINA ARE ACTUALLY AN UNKNOWN THING.

FOR THE FORESEEABLE FUTURE, THEN--OR UNLESS A GREAT DEPRESSION CLOSES AMERICAN MARKETS TO JAPANESE GOODS--THE DEMANDS OF TRADE WILL PROBABLY TIE THIS COUNTRY TO THE WEST.

OTHER FACTORS ARE WORKING AGAINST A COMMUNIST TRIUMPH HERE. DESPITE HIS OCCASIONAL ACCEPTANCE OF EXTREMES, THE JAPANESE IS ESSENTIALLY A CONSERVATIVE, MIDDLE OF THE ROAD PERSON. SINCE WORLD WAR II NEARLY TWO THIRDS OF THE NATION HAS CONSISTENTLY VOTED CONSERVATIVE.

THE AMERICAN OCCUPATION AFTER THE WAR SOWED THE SEEDS OF SOME OF THE LEFTWING THOUGHT NOW RAMPANT HERE. BUT IT ALSO WAS RESPONSIBLE FOR A NEW CONSERVATIVE CLASS, TOO.

THIS IS THE FARMER IN RURAL AREAS, WHO HAS VOTED FOR THE CONSERVATIVES.

THE OCCUPATION INSTITUTED A LAND REFORM PROGRAM, WHICH AT ONE TIME WAS DENOUNCED AS COMMUNISTIC. BUT IT TURNED TENS OF THOUSANDS OF FARMERS INTO LAND OWNERS.

"WE VOTE FOR THE LIBERAL DEMOCRATS," SOME SAY, "BECAUSE THEY ARE PROPERTY OWNERS LIKE US." THE LIBERAL DEMOCRATS ARE THE RULING CONSERVATIVE PARTY.

THIS SEGMENT CAN BE COUNTED ON TO APPLY THE BRAKE TO TOO FAR A DRIFT TOWARD THE LEFT.

FREQUENTLY UNDERESTIMATED IS THE HISTORICAL JAPANESE DISTRUST OF RUSSIA, WHICH HAS FORCED JAPANESE FISHERMEN TO CURTAIL THEIR ACTIVITIES IN CERTAIN AREAS AND OFTEN INTERFERES IN JAPANESE DOMESTIC AFFAIRS.

CHINA EXERTS A STRANGE EMOTIONAL HOLD OVER JAPAN, STEMMING FROM ITS ROLE AS THE SOURCE OF THE JAPANESE WRITTEN LANGUAGE, MUCH OF ITS

RELIGION, ETHICAL CODE AND CULTURE.

BUT RED CHINA'S POLITICS, ESPECIALLY THE COMMUNES, HAVE ALIENATED GREAT AREAS OF THE JAPANESE POPULATION.

DESPITE THE RECENT DEMONSTRATIONS, THERE IS IN JAPAN A GREAT ADMIRATION FOR THINGS AMERICAN. IN THE LAST FEW YEARS MORE JAPANESE THAN EVER BEFORE IN HISTORY HAVE TRAVELED TO THE UNITED STATES, LIVED THERE, AND STUDIED THERE. MANY BROUGHT BACK A LASTING AFFECTION FOR AMERICA.

JAPANESE GENERALLY VIEW THE AMERICANS AS THE CREATORS OF THEIR PRESENT DEMOCRACY, AND ARE GRATEFUL.

THE ORDINARY JAPANESE WAS EMBARRASSED BY THE EXCESSES OF THE DEMONSTRATIONS AND MANY TAKE EVERY CHANCE TO APOLOGIZE TO AMERICAN FRIENDS. AT THE HEIGHT OF THE DISTURBANCES A YOUNG JAPANESE CAME TO THE FOREIGN CORRESPONDENTS CLUB SITUATED IN THE HEART OF TOKYO'S BUSINESSAREA.

TO THE RECEPTIONIST HE GAVE A BIG BOUQUET OF FLOWERS. IN IT WAS A CARD: "I APOLOGIZE FOR OUR BAD MANNERS."

--DASH--

TOMORROW: RULE BY MINORITY

END ADVANCE FOR WEDNESDAY AMS JUNE 29--MOVED JUNE 26.

1960
G1121PEB

NEW YORK, JUNE 28 (AP)--A BROOKLYN JUDGE TODAY TEMPORARILY BARRED GEORGE LINCOLN ROCKWELL, SELF-STYLED LEADER OF THE AMERICAN NAZI PARTY, FROM USING THE SWASTIKA AS A POLITICAL SYMBOL HERE.

SUPREME COURT JUSTICE LOUIS FRIEDMAN ALSO GRANTED A TEMPORARY INJUNCTION BLOCKING ROCKWELL FROM "ENGAGING IN ANY SUBVERSIVE NAZI ACTS IN NEW YORK STATE."

THE INJUNCTION WAS SOUGHT BY ASSEMBLYMAN IRWIN BROWNSTEIN AND STATE SEN. FRANK J. PINE, BROOKLYN DEMOCRATS.

ROCKWELL, WHO RECENTLY WAS BARRED BY MAYOR ROBERT WAGNER FROM SPEAKING HERE, WAS NOT IN COURT.

JUDGE FRIEDMAN SAID HE HAD RECEIVED A TELEGRAM FROM ROCKWELL IN ARLINGTON, VA. SAYING HE HAD NO "LEGAL SERVICE AND WOULD NOT APPEAR ON ADVICE OF THE AMERICAN CIVIL LIBERTIES UNION."

THE JUDGE SAID THAT SINCE ROCKWELL DID NOT CHOOSE TO DEFEND HIMSELF, HE WAS GRANTING THE INJUNCTION "ON THE ASSUMPTION THAT THE ORGANIZATION IS A THREAT TO OUR FREE WAY OF LIFE."

GEORGE E. RUNDQUIST, THE NEW YORK CIVIL LIBERTIES UNION'S EXECUTIVE DIRECTOR, DECLARED:

"WE HAVE NOT BEEN, AND ARE NOT, INVOLVED IN THIS PARTICULAR LEGAL PROCEEDING. AS WE HAVE REPEATEDLY SAID, THE SOLE INTEREST OF THE NYCLU IS THE DENIAL OF A PERMIT TO ROCKWELL TO HOLD A MEETING IN

NEW YORK CITY TO EXPRESS HIS VIEWS. IN OUR OPINION THIS IS A CONSTITUTIONAL ISSUE INVOLVING FREEDOM OF SPEECH."

"IT WAS MADE CLEAR TO ROCKWELL THAT NYCLU WAS NOT ACTING AS HIS DEFENSE COUNSEL IN THE PROCEEDING," RUNDQUIST SAID, ADDING:

"IN ANSWER TO HIS SPECIFIC QUESTION HE WAS TOLD THAT A REGULAR LEGAL PROCEEDING REQUIRED THAT HE BE OFFICIALLY INFORMED THROUGH A LEGAL COURT ORDER AND THAT MR. BROWNSTEIN'S TELEGRAM (TO ROCKWELL ABOUT THE HEARING) WAS NOT SUCH AN ORDER. NOW THAT JUSTICE FRIEDMAN HAS GRANTED OFFICIALLY A TEMPORARY RESTRAINING ORDER AGAINST ROCKWELL'S ACTIVITY, WE PRESUME HE WILL BE NOTIFIED THROUGH AN APPROPRIATE COURT ORDER WHEN HE MUST APPEAR TO CONTEST THE TEMPORARY STAY."

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END
JUNE 18/60